1	BEFORE THE ILLINOIS COMMERCE COMMISS	STON
2	PUBLIC FORUM	5 ± 014
3	CENTRAL ILLINOIS LIGHT COMPANY) d/b/a AmerenCILCO)	DOCKET NO. 07-0585
4	Proposed general increase in) electric delivery service rates.)	
5)	
6	CENTRAL ILLINOIS PUBLIC SERVICE) COMPANY d/b/a AmerenCIPS)	DOCKET NO. 07-0586
7	Proposed general increase in) electric delivery service rates.)	
8)	
9	ILLINOIS POWER COMPANY d/b/a) AmerenIP)	DOCKET NO. 07-0587
10	Proposed general increase in) electric delivery service rates.)	
11)	
12	CENTRAL ILLINOIS LIGHT COMPANY) d/b/a AmerenCILCO)	DOCKET NO. 07-0588
13	Proposed general increase in gas)	
14	delivery service rates.)	
TI	CENTRAL ILLINOIS PUBLIC SERVICE)	DOCKET NO.
15	COMPANY d/b/a AmerenCIPS)	07-0589
16	Proposed general increase in gas) delivery service rates.)	
17)	
18	ILLINOIS POWER COMPANY d/b/a) AmerenIP)	DOCKET NO. 07-0590
19	Proposed general increase in gas) delivery service rates.)	
20	Belleville, Illi	
21	Thursday, Februa 7:00 p.m.	ry 13, 2008
22	BEFORE: MR. ROBERT BENSKO, Chief Publi	ic Forum Officer

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1 PROCEEDINGS

- 2 HEARING OFFICER BENSKO: Public Hearing Docket
- 3 Number 07-0585-0590, et al.
- 4 Good evening, ladies and gentlemen.
- 5 It is nice to see you all here tonight. I appreciate
- 6 the turnout that we have here tonight. My name is
- 7 Robert Bensko and I am the Chief Public Hearing
- 8 Officer for the Illinois Commerce Commission. With
- 9 me tonight from the Commerce Commission I have the
- 10 Bureau Chief of the Public Utilities Division, Gene
- 11 Beyer, and Gene is standing outside. He was the
- 12 gentleman that was helping anyone that wanted to sign
- 13 up tonight sign up. And back in the back of the room
- 14 over here I have Beth Bosch. Beth is our Public
- 15 Information Officer and she also works in External
- 16 Affairs. So if you have a billing or service problem
- 17 that you think the Illinois Commerce Commission can
- help with, Beth will be more than happy to assist
- 19 you.
- I want to thank you all for coming
- 21 tonight. Seated next to me up here to my left and
- 22 your right is a court reporter. And the court

- 1 reporter will make an accurate record of this
- 2 evening's proceedings.
- 3 The subject of this hearing is a
- 4 proposal to increase rates on the delivery portion of
- 5 Ameren's electric and natural gas utility business.
- 6 This public hearing is only one part of the hearing
- 7 process. There is also a part that's going on in the
- 8 city of Springfield, and that part consists of an
- 9 administrative law judge and just like in a court of
- 10 law, you know, you have two sides. Representing the
- 11 people in this room -- representing the people in
- 12 this room are the Staff of the Illinois Commerce
- 13 Commission. You also have the Attorney General's
- 14 office and some others. And in that case that we
- 15 have in Springfield, it is just like in a court of
- 16 law. Once the case is heard and taken, the
- 17 Administrative Law Judge presents to the Illinois
- 18 Commerce Commission -- and the Illinois Commerce
- 19 Commission is composed of a Chairman and four
- 20 Commissioners -- he presents that to them and they
- 21 either vote it up or down or send them back to look
- 22 at some other subject.

- 1 When a company comes to the Illinois
- 2 Commerce Commission and we suspend the case and give
- 3 it a Docket Number and there is an eleven month clock
- 4 that goes with that. And that eleven month clock is
- 5 up on September 30 of this year. So the Commission
- 6 will have a decision by that time.
- 7 I run these hearings very openly. And
- 8 I urge anyone that wants to speak tonight to sign up
- 9 outside and come up and speak. We at the Commission
- 10 feel that your comments are very important to us.
- 11 That's the reasonable why instead of having you be
- 12 parties to the case or come to Springfield, that's
- 13 the reason why we come to you. We try to make it as
- 14 simple as possible.
- Now, tonight we will have a number
- 16 of -- I have a number of slips of people that have
- 17 signed up. I will call your name in the order in
- 18 which you signed up. What I will ask you to do is
- 19 come to the microphone. It is in the center of the
- 20 room here. I want you to state your name and spell
- 21 it, so that the court reporter has an accurate
- 22 record.

- 1 The other thing I want to tell you
- 2 tonight is, folks, no matter who steps up to that
- 3 mic, treat them like you would want to be treated
- 4 yourself. I am not asking you to agree with whatever
- 5 anyone says tonight; what I am asking you to do is
- 6 respect the person that's up there. So saying that,
- 7 I am only going to say that once, and I appreciate
- 8 anything that -- you know, the considerations that
- 9 you have tonight.
- 10 This is the third in a series of six
- 11 public hearings. We will do three more by the end of
- 12 February. This hearing is split up into two
- 13 portions. The first portion is on the record, that
- 14 the court reporter is going to do. And those are
- 15 comments, the comments that you make to the
- 16 Commission. And that record that she is making
- 17 tonight will be made available to the Chairman and
- 18 Commissioners and any interested party to the case.
- 19 Now, if you signed up to speak
- 20 tonight, you were given a green card. On that green
- 21 card it just gives you a little bit of information
- 22 about what I expect if you have signed up. We have

- 1 some extra cards up here. These green cards that we
- 2 passed out tonight just tell you what to do when you
- 3 come up to the mic.
- 4 They also on the back of those cards
- 5 have a website at the Illinois Commerce Commission,
- 6 and it tells you how to follow along the case that is
- 7 being heard in the city of Springfield. You can do
- 8 that. Just read the back of the card, log onto the
- 9 website, and you can follow along.
- 10 I would like to begin tonight -- I am
- 11 sorry, the first portion is the on-the-record
- 12 portion. According to the law there is no cross
- 13 examination or swearing in of you tonight, so you
- 14 don't have to be worried about that. Just feel free
- 15 when I call your name to come up and speak. But the
- 16 question and answer period cannot be on the record.
- 17 So we are going to take your comments first, and then
- 18 we will do a question and answer period after I have
- 19 released the court reporter. So there will be two
- 20 parts tonight. I will take a small break.
- 21 At this time I would like to ask Craig
- 22 Nelson, he is the Vice President of Regulatory

- 1 Affairs and Financial Services for Ameren, to come up
- 2 and explain what the Company is asking of the
- 3 Commission.
- 4 Craiq.
- 5 MR. NELSON: Good evening, ladies and
- 6 gentlemen. And thank you, Mr. Bensko, for the
- 7 introduction and for making these arrangements. We
- 8 welcome the opportunity to explain our rate cases.
- 9 Again, my name is Craig Nelson. I
- 10 have worked for the Ameren Illinois utilities for
- 11 more than 28 years now. I brought some people here
- 12 with me that can help answer your questions, our
- 13 regulatory people, customer service people and
- 14 regional operations. We all live in Illinois. We
- work solely for the Ameren Illinois utilities.
- 16 And there is some confusion on that
- 17 issue. Ameren Corp. owns several businesses. One is
- 18 a Missouri utility. We don't work for that utility.
- 19 Another is a generating company, the power plants.
- 20 We don't work for that company. We work for the
- 21 Ameren Illinois utilities that deliver electricity
- and gas.

- 1 And Stan Ogden has some comments that
- 2 he would like to make, and then I will explain why we
- 3 are here. I would like you to pay particular
- 4 attention to what he has to say about rate relief
- 5 assistance. He has some good information.
- 6 MR. OGDEN: I am the Vice President of Customer
- 7 Service and Public Relations.
- I know when many of you came in
- 9 tonight, you may have noticed there is a table with
- 10 customer service co-workers at that table. I would
- 11 encourage you if you have a specific question about
- 12 your bill or your circumstance or your situation to
- 13 please approach them. They can bring up your
- 14 account. They have got computers here tonight with
- 15 access to our billing system. We would encourage you
- 16 to go out and talk with them. And, in fact, at the
- 17 previous public hearings we have, you know, tried to
- 18 reach out to people to make sure that they are
- 19 getting their questions answered.
- 20 The second item that I would like to
- 21 talk with you about is the energy assistance dollars
- 22 that are available. The legislative agreement last

- 1 year provided assistance dollars available to
- 2 residential as well as non-residential customers of
- 3 the Ameren Illinois utilities. Specifically, there
- 4 are millions of dollars available for energy
- 5 assistance.
- 6 Usually when you hear energy
- 7 assistance, you think of it being for the low income.
- 8 Well, there are special hardship dollars available
- 9 for low income, but in addition it goes up to 400
- 10 percent of the federal poverty guidelines. And just
- 11 to kind of give you a frame of reference of what that
- means, if you are husband and wife, a family of two,
- and you are making \$55,000 a year or less, you could
- 14 be eligible for some of the special hardship dollars.
- 15 A family of four, that goes up to \$82,000 or less
- 16 annual income. So there are dollars available and I
- 17 really encourage you to pursue that.
- 18 And I know that those of you who feel
- 19 like, you know, I am not asking for help, I don't
- 20 want to ask for help, these are dollars that I am
- 21 going to be extremely disappointed if they go unused.
- 22 They must be used. We are using this forum to

- 1 identify those funds that are available and encourage
- 2 you to pursue those.
- It is our intent to find ways to help
- 4 make the energy affordable. We realize the prices
- 5 have increased dramatically in 2007. And in addition
- 6 to the assistance dollars, there is programs like
- Warm Neighbors that have assistance dollars
- 8 available. In addition, we are pursuing energy
- 9 efficiency measures. You will be hearing more about
- 10 those later this year. And with our gas rate case
- 11 filing, we have gas energy efficiency programs that
- 12 we are also looking to promote. And again you will
- 13 be hearing more about those. June 1 is when the
- 14 electric energy efficiency programs will be launched,
- 15 and I know you will be hearing more about those in
- 16 the coming months.
- 17 The bottom line to my opening comments
- 18 is this. We at Ameren Illinois utilities do not want
- 19 customers having to make decisions between
- 20 prescription drugs, groceries and paying their energy
- 21 bill. We encourage you to look to us, call us.
- 22 There is a brochure that discusses some of the

- 1 programs that are available.
- 2 So with that, I would like to turn it
- 3 back over to Craig, and I will go through the first
- 4 slide here of our commitment to you. Our commitment
- 5 is to provide cost-efficient, reliable and safe
- 6 service to our customers. We also want to achieve
- 7 high levels of customer satisfaction. I know we have
- 8 to earn that from you, and we have got an uphill
- 9 battle to do that, but that's our intention.
- 10 With that, thank you, and I will give
- 11 it back to Craig.
- 12 MR. NELSON: Thanks, Dan. Next slide.
- 13 We filed rate cases with the Illinois
- 14 Commerce Commission last November, and we are here
- 15 tonight to talk about those rate cases, explain why
- 16 we need an increase, discuss the benefits of this
- 17 rate increase and these rate cases to you, listen to
- 18 your comments, and then we have got a panel to answer
- 19 your questions later.
- 20 Let's start with our service territory
- 21 and some more information about our Ameren Illinois
- 22 utilities. There are three of them. You can see in

- 1 the red CILCO, in the yellow gold-ish color CIPS and
- then, of course, IP in the green. All three of them
- 3 have been around about a hundred years. We serve 85
- 4 of the 102 counties in Illinois, 1.2 million electric
- 5 customers, 840,000 gas customers.
- 6 And then it is important that you know
- 7 that our three utilities do not own power plants and
- 8 we do not own natural gas production wells. So that
- 9 means that we have to buy electricity and natural gas
- 10 from the market. And we only buy the amount of
- 11 electricity and gas that you use, and there is no
- 12 profit on that piece. Whatever we pay for
- 13 electricity and gas, that's what we charge you.
- 14 Instead, we are here to talk about the
- delivery service component of the bill, and that's
- 16 where we make a profit. We try to recover our costs
- 17 for delivering electricity and gas and earn a fair
- 18 return, and that's what we are talking about today.
- 19 Before I get into the explanation,
- 20 let's talk about the rate relief legislation that was
- 21 passed this last summer and how it relates to these
- 22 rate cases. We reached agreement with lawmakers to

- 1 provide a significant amount of rate relief, in fact,
- 2 488 million over four years in credits and other
- 3 programs, and Stand described some of those. And
- 4 that agreement, looking on the top row, relates to
- 5 power purchases, and I will explain more later.
- 6 Last summer we told lawmakers when we
- 7 were negotiating that we would be filing these
- 8 delivery service rate cases, distinguishing delivery
- 9 services from power purchases. We told lawmakers we
- 10 would file these. And we also promised lawmakers
- 11 last summer that the increases would be in the single
- 12 digit range for electric residential, meaning not ten
- 13 percent and not more. In fact, we capped the IP
- 14 increase at eight and a half percent for the electric
- 15 residential segment. We kept our word. We did
- 16 exactly what we said we would do.
- 17 To help understand this rate case,
- 18 let's go to this dollar slide. And when we get a
- 19 dollar of revenue from our customers, what does it go
- 20 for? What do we spend it on? So let's go through
- 21 the three segments. \$.42 goes to the purchase of
- 22 electricity, and the next one, \$.22 for the purchase

- of natural gas. And let's stop there a moment.
- 2 Remember I just said that those two are not what this
- 3 rate case is about. That's something separate. And
- 4 whatever we pay for electricity and natural gas, we
- 5 pass those costs on to you. There is no profit.
- 6 Then remember I talked about the rate
- 7 relief legislation, and on the far left you see the
- 8 purchase of electricity, the 488 million of credits
- 9 relates to the purchase of electricity, not natural
- 10 gas and not delivery service.
- 11 What we filed with the ICC is the one
- on the right. And assuming that the ICC were to
- approve everything we asked, we would have \$.36 of
- 14 each dollar for providing delivery services. And
- 15 that's our operating costs, maintenance costs, taxes,
- 16 interest and a fair return. When I say fair return,
- 17 what we are asking for is a return that's similar to
- 18 what other utilities earn.
- 19 We know times are tough. We know no
- 20 one likes price increases. I know I don't like price
- 21 increases. See my daughter there, she doesn't like
- 22 price increases. However, after we carefully weighed

- 1 our options, we thought it was in the best interest
- of our stakeholders, including our customers, to file
- 3 these delivery service rate cases. And we asked for
- 4 an increase in our revenues and we asked for a seven
- 5 percent overall increase, seven percent. And I will
- 6 explain why we did that very soon.
- 7 Of course, when we ask for an increase
- 8 in revenue, that impacts your bill. So I have got
- 9 two slides that explain that impact. And the first
- 10 slide is a combination customer, and we stated the
- 11 assumptions on there. We think this is a typical
- 12 combination customer, one that uses electricity and
- 13 gas. We know that not everyone is typical. And this
- 14 shows the monthly adjustment on the bill, the monthly
- increase, and we know that month by month usage will
- 16 vary. But you have to state your assumptions.
- 17 Assuming the Commerce Commission would
- 18 approve for an increase, if you look at the AmerenIP
- 19 box over on the right, you will see the electric
- 20 portion of the bill would go up by \$7.75 a month and
- 21 the natural gas by \$8.67 a month. And let's go to
- 22 all electric, the next slide. Again a typical all

- 1 electric customer, one that does not use natural gas,
- 2 heats with electric, we know nobody is typical, month
- 3 by month will vary, but in this case it is 11.33
- 4 increase, assuming the ICC approves it all.
- Now, Stan did mention that we are
- 6 rolling out in June, Stan, electric energy efficiency
- 7 programs to help you lower your bills, and as part of
- 8 this rate case we are offering gas energy efficiency
- 9 programs to help you lower your bills.
- I am sure since most of you are IP
- 11 customers you are wondering why the IP increase is
- 12 greater than the other two. And it's because the
- increase in the IP operating costs were greater than
- 14 the other two. What we have asked for in this rate
- 15 case is to recover our actual 2006 operating costs.
- 16 The increase was greater in IP than the other two
- 17 because the new owner, the Ameren Illinois utilities,
- is spending more on reliability, customer service and
- 19 maintenance and so on than the previous owner did.
- 20 We have also conformed IP's appreciation rates to the
- 21 other utilities and resulted in more expense.
- So why do we need this rate increase?

- 1 Next slide. As I said, we are trying to recover our
- 2 2006 actual costs. Our costs have increased since
- 3 then, but that's the case we filed, the actual cost
- 4 of operating the delivery companies, the operations,
- 5 maintenance, interest, taxes, the dollars we spend
- 6 for operating the delivery companies. And we have
- 7 converted that into a rate case and the ICC is
- 8 reviewing right now to see if they agree with that
- 9 amount. Traditionally, they have not agreed with the
- 10 full amount and have ratcheted it down some.
- 11 We believe a rate increase is
- 12 necessary to enhance reliability of service. Our
- 13 service reliability, as Mr. Ogden talked to you
- 14 about, has improved in '04 to '06. We want that
- 15 trend to continue. We have heard it from our
- 16 customers. You don't like when the lights go out.
- 17 We want to continue investing in our
- 18 delivery service system, our electric and gas
- 19 delivery system. We have to have more dollars to do
- 20 that. And then you will see an important one; we
- 21 want to lower our costs of borrowing money. Right
- 22 now our bonds, that's how we borrow money, are rated

- 1 as junk bonds because of our political regulatory
- 2 business risk. We would like to restore our bond
- 3 ratings back to investment grade. That would lower
- 4 our interest costs, lower other borrowing costs, and
- 5 that would help you, too.
- And, finally, I mentioned fair return.
- 7 We think a rate increase is necessary so our three
- 8 utilities can earn a return similar to what other
- 9 utilities are earning. The problem is the present
- 10 rates are not adequate to do these four things.
- 11 Along the cost increase subject, be
- very brief, we are spending more on reliability
- 13 projects. We are spending more on tree trimming.
- 14 And you will note up there, you know, the basic
- materials we use to repair the system and build the
- 16 system, poles, wire, gas pipe, and you notice the
- 17 percentage increases. And this is not -- this is
- 18 from 2004 to 2006. This is what we actually paid.
- 19 And this is not insignificant. Diesel
- 20 fuel, for instance, we buy 1.6 million gallons per
- 21 year. And wire and cable, we buy 1600 miles of that
- 22 a year, and the cost is up 30 percent. Gas pipe, we

- 1 lay 230 miles a year of that. We also intend and
- 2 would like to spend almost \$500 million on our
- 3 electric and gas delivery system. So our costs are
- 4 up, plus we need to copy investing more in the system
- 5 to keep reliability up.
- 6 Let's go to the next. There are
- 7 benefits to customers with this rate increase.
- 8 Enhanced reliability, it would mean fewer outages and
- 9 when those outages occur, shorter outages. So that's
- 10 what we are trying to do.
- 11 We are trying to improve customer
- 12 service. As I talked about, we keep investing in the
- 13 delivery system so reliability stays up. We have
- 14 made significant investments in past years. We want
- 15 to invest even more in the system in future years. I
- 16 am going to talk to you about bringing our bond
- 17 ratings back to investment grade, lowering the
- 18 interest costs. And if you look at that fourth
- 19 photo, that's the benefit for you. If we do that, it
- 20 will help us lower the next rate increase request,
- 21 because our interest cost will be tens of millions of
- dollars less and the cost of purchasing service will

- 1 be less.
- 2 And, finally, remember Stan said that
- 3 our customer service workers are out there. They can
- 4 help you with your billing problems. They can help
- 5 you find the millions of dollars in rate relief money
- 6 that has not been spent and is available, and our
- 7 commitment to you is to provide safe, reliable,
- 8 cost-efficient service and a high level of customer
- 9 satisfaction.
- 10 So thank you.
- 11 HEARING OFFICER BENSKO: Thank you.
- 12 Folks, I am going to start calling the
- 13 names on the list. I am going to ask you for one
- 14 thing. When the person is up here speaking, the
- 15 court reporter has to record what that person is
- 16 saying. If she can't understand what people are
- 17 saying because other people are talking over whoever
- is standing up at the mic, that's going to do our
- 19 record absolutely no good. So, please, give whoever
- 20 is speaking first, whoever is speaking, let them
- 21 speak and hold your comments to yourself, and then we
- 22 will have the question and answer period after the

- 1 first portion.
- 2 MS. PASCHEDAG: My name is
- 3 Amy Paschedag, P as in Paul A-S-C-H-E-D-A-G.
- 4 Good evening, representatives of the
- 5 Illinois Commerce Commission and residents of
- 6 southern Illinois. My name is Amy Paschedag, and I
- 7 represent AARP and the 1.8 million members in
- 8 Illinois.
- 9 AARP is alarmed by the continued
- 10 efforts by the Illinois utilities, Ameren and ComEd,
- 11 to increase energy prices. Last year AARP worked
- 12 with the Attorney General, the Citizens Utility Board
- 13 and the Illinois General Assembly to over run the
- 14 electric rate auction and end the skyrocketing
- 15 increases it created. As a result, one billion
- 16 dollars was provided by Ameren and ComEd for rate
- 17 relief and a new electricity procurement process was
- 18 implemented. AARP members across the state fought
- 19 hard for that victory. Now these increases will move
- 20 to eliminate it.
- 21 Ameren seems to be at it again,
- 22 requesting nearly a quarter of a billion dollars

- 1 increase in its Ameren delivery charge for both
- 2 electric and natural gas customers. To make matters
- 3 worse, Ameren proposes to collect some of these new
- 4 charges through the use of so-called riders of
- 5 surcharges.
- 6 One of Ameren's proposed riders is so
- 7 called uncollectibles. Under this rider all
- 8 customers would pay a surcharge to cover the
- 9 shortfall created by those customers who are unable
- 10 to afford their higher utility bills in the first
- 11 place. In addition, they also want a rider for
- 12 natural gas customers. That would charge customers
- 13 for delivery of gas they never received. They call
- 14 this decoupling. We call it wrong.
- 15 Riders create a fast track for Ameren
- 16 rate increases, without the benefit of looking at the
- 17 Company's overall revenue to see if there are
- 18 offsetting decreases. They unfairly shift the risk
- 19 onto customers by allowing these unfair increases
- 20 outside of a rate case audit.
- 21 Illinois consumers deserve better.
- 22 Deregulation has already exacted a high toll on

- 1 consumers. By creating a fast track to higher rates
- 2 and riders, Ameren is proposing to go down the failed
- 3 deregulation path once again. The Commission must
- 4 protect consumers by rejecting riders and Ameren's
- 5 larger attempt to siphon off much of the hard fought
- 6 and won one billion dollars out of consumers'
- 7 pockets.
- 8 The simple truth is that working
- 9 people, families, retirees, small business owners
- 10 cannot afford to pay these ever skyrocketing energy
- 11 bills. On average, families spend a greater share of
- 12 their income on utility costs than on any other
- 13 necessities. For older adults, their share of
- 14 utility services can be as high as 24 percent of
- 15 their monthly income. This means many will be forced
- 16 to choose between paying their utility bill, rent,
- 17 buying food or prescription drugs. We all know that
- 18 this increase will not just be residential customers.
- 19 They will pay the increase over and over and over
- 20 again as costs go up for small business and service
- 21 providers.
- 22 AARP urges the Illinois Commerce

- 1 Commission to do the right thing. Reject Ameren's
- 2 request. Further, AARP urges the Commission to
- 3 reject riders which amount to nothing more than
- 4 slipping in undue and unfair increases for consumers.
- 5 The approval of Ameren's delivery service increase
- 6 and these riders will put the health, safety and
- 7 financial security of residential customers at risk.
- 8 Thank you.
- 9 HEARING OFFICER BENSKO: Thank you, Amy.
- 10 Folks, I just counted how many have
- 11 signed up to speak tonight. We have 60. And so what
- 12 I am going to ask you to do is try and keep it within
- 13 two minutes.
- 14 Brad Van Hoose.
- MR. VAN HOOSE: It's Van Hoose. Is this
- 16 attached here? Because I would like to address the
- 17 crowd.
- 18 My name is Brad Van Hoose, for the
- 19 record. I live on South McKinley Drive in
- 20 Belleville, Illinois. My last name is spelled V as
- 21 in Victor, A-N, capital H-O-O-S-E. I will make it as
- 22 brief as possible, but I do have a small presentation

- 1 to make, and I will give courtesy to those behind me.
- 2 First of all -- we don't have a
- 3 signal. Well, of course, I guess we have to point it
- 4 this way to make it work.
- 5 It is nice to see such a big turn out
- 6 here tonight. I don't need that microphone.
- 7 HEARING OFFICER BENSKO: Well, sir, she does.
- 8 MR. VAN HOOSE: Oh, I am sorry, Mr. Renfro, I
- 9 apologize.
- 10 HEARING OFFICER BENSKO: What this gentleman
- 11 back here is trying to tell you is that if you don't
- 12 touch the mic, then it will be fine.
- 13 MR. VAN HOOSE: I apologize. I am not a
- 14 polished public speaker.
- I came tonight with a lot of passion.
- 16 First of all, before I go any further I will tell you
- 17 how I feel I am entitled to be here tonight. Myself
- 18 with the help of some friends have collected over
- 19 8,000 signatures to oppose this rate hike from most
- 20 of the folks in the metro-east area. We have had a
- 21 lot of help, and I appreciate Jean Edwards and
- 22 Leonard Black and the Caseyville senior citizens for

- 1 their assistance in this endeavor. I couldn't have
- done it by myself.
- I come here tonight because I feel
- 4 like I am a victim of --
- 5 Are we okay now?
- 6 HEARING OFFICER BENSKO: Hold on.
- 7 MR. VAN HOOSE: I would like to talk to you
- 8 folks. That's what I came to do.
- I would address the ICC, but I would
- 10 object --
- I am sure, Mr. Renfro, you are a very
- important person with the Commission, but it would
- 13 have been nice to have the Commission or some of the
- 14 Commissioners here this evening themselves. I don't
- 15 believe that they are that high and mighty that they
- 16 couldn't be here to discuss these issues with the
- 17 people that they are supposedly looking out for.
- I come here tonight because I feel
- 19 like I am the victim of a very large compromise. I
- 20 saw this huge jump in increase in rates just like the
- 21 rest of you did last year. Basically, my rate went
- 22 from \$.07 to \$.14 a kilowatt which is a dead-on one

- 1 hundred percent increase.
- We are here -- normally, I am not the
- 3 kind of person that would even bring my problems to
- 4 government or ask them to solve my problems, because
- 5 when it comes to consumer services, when I am
- 6 unhappy, I just generally find another provider. I
- 7 am very unique, though, here because I really have no
- 8 choices, and the choices that I have are so limited.
- 9 Ameren has effectively so cut back the competition
- 10 that there are no real choices that I am aware of.
- 11 Has anyone else found any?
- 12 AUDIENCE: No.
- 13 MR. VAN HOOSE: Okay. Anyway, these gentlemen
- 14 here from Ameren, and I think these folks here are
- 15 too, they come here with their hat in their hand,
- they use no syllables and they don't talk very loud,
- 17 and they do their very best to sound like they are
- 18 Baptist ministers and people looking out for your
- 19 best interests. But don't be fooled by that.
- 20 These gentlemen here have threatened
- 21 litigation against the State of Illinois if we roll
- 22 back the rates and renegotiate the terms. They have

- 1 threatened layoffs of employees as opposed to middle
- 2 managers, and they have also let us know in no
- 3 uncertain terms that our service just won't be as
- 4 reliable. And I guess we need those signs on the
- 5 sides of their trucks to be assured that that's the
- 6 case.
- 7 One of the -- I feel let down by my
- 8 legislators. I feel like I am a victim of corporate
- 9 greed here, but I expect corporate greed. I have
- 10 been let down and, of course, you can't blame a
- 11 corporation. They do what they do. And you don't
- 12 blame a wolf for hunting. It hunts. But we rely on
- 13 the Illinois Commerce Commission and our legislators
- 14 to stand up for us and be watch dogs and not lap
- 15 dogs.
- 16 The one question I have, one of the
- 17 questions -- I have many but I will be brief because
- 18 there are others behind me -- why did the Illinois
- 19 Commerce Commission or our state legislators allow
- 20 Ameren to basically acquire all three downstate
- 21 energy providers in basically one fell scoop. If the
- whole idea behind the '97 deregulation was to foster

- 1 competition, we basically allowed Ameren to wipe it
- out, and then basically we are at their mercy.
- I also have questions about the rate
- 4 relief bill. We have formed a new agency called the
- 5 Illinois Power Accord. \$25 million of your money and
- 6 my money was taken out of our rate relief bill to
- 7 fund this whatever entity that has yet to be
- 8 explained to me. But what I want to know, for one
- 9 thing, is it going to cost \$25 million annually,
- 10 because my rate relief check was one-time money with
- 11 no assurances of rate fairness or rate of anything.
- 12 We got nothing in that rate relief bill, absolutely
- 13 nothing.
- 14 AUDIENCE: A joke.
- MR. VAN HOOSE: A joke, very good, sir.
- 16 But is there going to be one-time
- 17 funding? Who pays for the Illinois Power authority
- 18 and how does it really save us as consumers a penny
- 19 going forward. I have yet to hear a good answer for
- 20 that.
- 21 I also would like to note that in a
- 22 period from June 15 of 2003 to January 1st of 2005,

- 1 as this rate freeze ended and Ameren ramped up the
- 2 rates and moved towards getting this increase, Ameren
- 3 donated \$1.3 million statewide in Illinois campaign
- 4 contributions. It is very hard for me as a consumer
- 5 to feel like my lawmakers are acting in my best
- 6 interest when a company like Ameren is greasing the
- 7 wheel like they have done so.
- I attended the big hoedown down in
- 9 East St. Louis, Ameren, when they announced the rate
- 10 relief bill. The question I asked Mr. Pate sitting
- 11 right there was why did Ameren feel the need to give
- 12 so much money to so many politicians. And his answer
- 13 to my question was "No comment." Is that his answer
- 14 tonight?
- Anyway, as far as before Ameren comes
- 16 asking me for any more money, I think they could cut
- down on the lobbyists they hire and their management.
- 18 How many lobbyists does Ameren employ? I think there
- 19 is a lot of ways to -- does Karen Foss operate a
- 20 chain saw or climb a tree? And why does Ameren feel
- 21 the need to put this sign in left center field in a
- 22 ballpark, a place of sanctity that I love to go to.

- 1 I can't even stand to go to a ball game and look at
- 2 that damn Ameren sign in left center field. It has
- 3 just ruined baseball for me.
- 4 Anyway, I will move on here. My last
- 5 comment to the Illinois Commerce Commission and my
- 6 legislators is in the past we have dealt with Ameren
- 7 much the way we have dealt like with a former partner
- 8 or a friend in our community. And I urge this
- 9 Commission, the Illinois Commerce Commission, to
- 10 stand with the stubbornness and pride of the lady,
- 11 Rosa Parks, and the militant vigilance of a man named
- 12 King. I think you need to stand up for us and fight
- 13 for our interest, because we are the people that do
- 14 fund the Illinois Commerce Commission, and you
- 15 weren't designed to protect Ameren Corporation or
- 16 Exelon or ComEd or any of these nameless, faceless
- 17 providers that are making our rates go through the
- 18 roof and making folks make a decision between heat,
- 19 eat or medicate.
- Thank you very much.
- 21 HEARING OFFICER BENSKO: Thank you, Brad.
- 22 Sally D-A-R-Y, I think it is.

- 1 MS. DAVY: It's Sally Davy, D-A-V-Y. You can
- probably spell Sally, right?
- 3 Okay, first of all, the more you talk,
- 4 the madder I got. Reliability? I have lived, or my
- 5 mother has, in the same house for 68 years. And I
- 6 have had more power outages in the last three or four
- 7 years than I had all the other 63 years before that.
- 8 How many other people have had the same? And you
- 9 call that reliable.
- 10 Now, I realize you can't put all the
- 11 lines underground all at once. But several years
- 12 back they just redid all of East Main Street. You
- 13 had to move all your power poles because they widened
- 14 the street. That would have been a perfect time to
- 15 go underground in that area. There is no reason why
- 16 when you redo things, you can't redo at that time.
- 17 Now, you talk about all this silly
- 18 creative figuring you people do. There has got to be
- 19 a reason, if you can give all these millions back and
- 20 you call it energy assistance, if you can give all
- 21 those millions back, you wouldn't have needed to get
- 22 it in the first place. Somehow or another you are

- 1 making a lot of money on that.
- Now, I make \$35 a year too much to go
- 3 on Circuit Breaker. One month of power bills wipes
- 4 that out and more. My power bills doubled. And now
- 5 you want even more. Where am I supposed to get it?
- 6 What do you guys make a year? Anybody willing to
- 7 tell me? I will bet not.
- I think we can solve your whole
- 9 problem really quick. Just get rid of your CEOs and
- 10 a couple of your high paid people, and you wouldn't
- 11 have to charge the rest of us more.
- 12 HEARING OFFICER BENSKO: Thank you, Sally.
- 13 Sally, I want you to stand up here in front. There
- 14 are some programs that he would like to talk to you
- about, and you can go with him outside and he will
- 16 try and help you with those.
- 17 Dave Barnes. If I butcher your name
- 18 tonight, I apologize ahead of time.
- 19 MR. BARNES: You are all right; you got mine
- 20 right. Dave, D-A-V-E, Barnes, B-A-R-N-E-S.
- I am surprised with these numbers that
- 22 you were talking about losing money, when I have the

- 1 figures here that says in 2004 you made a profit of
- 2 530 million. All right. You made a profit in 2005
- 3 of 660 million. 2006 you made a profit of 547
- 4 million. The figures aren't out for 2007 yet. So
- 5 when you are saying you have this money to give away,
- 6 to give back, and it is breaking your heart that you
- 7 can't give it back, send it back to us. It is not
- 8 going to hurt us at all. You know, when you are
- 9 saying you are losing money, where does this money
- 10 come from? The profit?
- 11 Your CEO, one of them made -- your top
- 12 executive salary was 800,000, but he got a bonus of
- 13 \$986,000. That's a pretty good bonus. That's that
- 14 rate relief you are talking about, doubling the
- 15 payroll.
- 16 Thank you.
- 17 HEARING OFFICER BENSKO: Thank you.
- 18 Mark Burk, I think.
- MR. BURK: Mark Burk, M-A-R-K, B-U-R-K. I
- 20 would just like to thank you for letting us have this
- 21 opportunity to speak our piece tonight.
- I would like to ask a question. What

- 1 happened to government? Government was elected from
- 2 the beginning to look after the best interests of
- 3 people. In big government we don't see it, and now
- 4 when we get down to the peons and the lower estates,
- 5 we don't have any there. And I asked at Ameren, what
- 6 happened to just looking at people as a whole and
- 7 saying when is enough enough. I mean, how much money
- 8 do we have to make and how many elderly people do we
- 9 have to kill by either freezing them out or just
- 10 breaking them completely because they are too proud
- 11 to ask for help. And you just run them in the ground
- 12 because you can.
- 13 I am confused. This is America. This
- 14 isn't the Soviet Union or Iraq to where we just
- 15 dictate what we want. But, you know, I think we are
- 16 really coming to that because when the lobbyists are
- 17 allowed to dictate in the states and the federal
- 18 governments, the money is so overwhelming that the
- 19 people that we elect don't do what we ask because
- 20 they don't have to.
- 21 And all I ask is that the Commission
- 22 go back to what they were put into place to do and

- 1 represent the people, look at what the economy is
- 2 doing right now. The people are starving. They are
- 3 freezing to death. Things aren't good. But if you
- 4 look at the profits of big business, they are
- 5 outrageous.
- 6 And all I ask is when is enough
- 7 enough. Because the final say isn't going to come
- 8 from the people sitting here. All we can do is
- 9 voice. We elect you and put you where you needed to
- 10 be, and all I ask is that you, the Commerce, do what
- 11 we put you there to do and do the right thing, not
- 12 what you are being paid to do from somebody else who
- 13 does not want to look at the best interests of the
- 14 people of the state of Illinois. And that's all I
- 15 ask.
- 16 Thank you.
- 17 HEARING OFFICER BENSKO: Roger Wilson.
- 18 MR. WILSON: I pass. They said it all.
- 19 HEARING OFFICER BENSKO: The next one I can't
- 20 read at all. Jim, and he lives at 2 Dixon Court or
- 21 something like that?
- MR. WIEGERS: My penmanship is a lot worse than

- 1 what my speech is. Name is Jim Wiegers,
- 2 W-I-E-G-E-R-S. I am a Belleville resident.
- 3 These fine people have spoken and said
- 4 pretty much everything that I think is in most of our
- 5 hearts, anyway. I haven't done this very often
- 6 before, but in the last 6-8 weeks I have been to
- 7 township meetings, to school board meetings, raising
- 8 taxes, now with Ameren. And Ameren is trying to
- 9 justify basically another tax. It is not right.
- 10 What these gentlemen have said before,
- 11 elderly people can't afford this. They just can't
- 12 keep going on with it year after year with what's
- 13 been going on. There has to be some -- some word
- 14 from the Commission that's going to help prevent some
- of this, because it can't keep going on.
- I mean, our country was founded -- you
- 17 know, basically there was a big tea party that
- 18 brought taxation without representation. Tea is
- 19 starting to look very good in these areas. It is a
- 20 very important aspect.
- 21 There is many things that could be
- 22 going on. Just like everybody in the state, the

- 1 choices that you have to make as you get older, I
- 2 mean we pay taxes, your utilities and everything
- 3 else. I mean, you try and justify all this. I wish
- 4 I was in a position where I could say, all right, I
- 5 need more money to do this, do that. We will have a
- 6 little meeting. We will raise taxes. We will do
- 7 whatever we need, and I am home free. Well, it
- 8 doesn't work like that for us folks.
- 9 And you can't make us folks believe
- 10 that there is not really a mark there that you folks
- 11 are shooting for that you are trying to say, all
- 12 right, we didn't get as much as we wanted, but we are
- 13 going to settle for this amount. Well, that amount
- 14 that you are settling for is still a hardship for so
- many people. And it has got to start somewhere,
- 16 folks. It really does.
- 17 Thank you.
- 18 HEARING OFFICER BENSKO: Thank you, Jim.
- 19 August Westbrook.
- 20 MR. WESTBROOK: August Westbrook, A-U-G-U-S-T,
- 21 W-E-S-T-B-R-O-O-K. I have an individual case I want
- 22 to present to you.

- I am an Ameren retiree. I was very
- 2 upset by the rate thing that happened at the end of
- 3 2006 and the beginning of 2007. My bill tripled. I
- 4 am on a total electric home. The rate before the
- 5 increase was about \$.03 a kilowatt and after that it
- 6 was like the \$.09 cents a kilowatt.
- 7 I am here representing my church
- 8 tonight. I am not the pastor; I am on some of the
- 9 committees. Our bill before the increase was running
- 10 about \$1500 a month. After that, our first one in
- 11 February of '07 was \$6400. I don't know how many
- 12 churches -- we struggled with that. We doubled our
- 13 budget for the year and that still didn't do it. I
- 14 have our present bill here for the month of January.
- 15 It was \$6,434, which normally would have been --
- 16 well, we are all electric.
- 17 We started the church in 1976. We
- 18 were advised to go with electric heat, which we did,
- 19 resistance heat, because it was an advantage to heat
- 20 with electric, because it would equalize our load
- 21 during the year in the winter and we would be
- 22 utilizing some that wouldn't be utilized. And then

- 1 as far as I am concerned, we got the shaft when the
- 2 Commerce Commission didn't make them stick to the
- 3 heat rate, when they changed it in the year 2007.
- I believe that -- well, I haven't
- 5 heard anything from the abundance of Ameren
- 6 representatives we have here tonight about what they
- 7 are doing to try to minimize their costs. I have
- 8 heard about all the things they are going to spend it
- 9 for but not what they want to minimize for. And I
- 10 agree with the previous gentlemen who told how much
- 11 money they make. It is almost a sin what they are
- 12 making. Their corporate structure, the bonuses they
- 13 give their upper echelon is unbelievable. It is
- 14 supposed to be a public utility. And you,
- 15 Mr. Commissioner or representative of the Commission,
- 16 is supposed to be looking out for the individual
- 17 person, not the corporate structure. I think it is
- 18 greed beyond belief.
- 19 Thank you.
- 20 HEARING OFFICER BENSKO: Thank you, August.
- 21 Either it is Bob Lundy? The address
- 22 is Reamer Court.

- 1 MR. LINDER: I just got a question.
- 2 HEARING OFFICER BENSKO: Spell your name.
- 3 MR. LINDER: Oh, my name is Bob Linder,
- $4 \quad L-I-N-D-E-R$.
- 5 HEARING OFFICER BENSKO: Thanks.
- 6 MR. LINDER: And I was wondering why we can't
- 7 go back to regulation. This didn't work. It was in
- 8 the paper and it said, like the politicians said, it
- 9 didn't work. Why don't we go back to it? And I
- 10 dabble a little bit in the stock market and I buy
- 11 Ameren stock. Excellent. It is excellent. So they
- 12 can't say they aren't making any money. The last
- 13 five years I think it fluctuates between 44 and 55,
- 14 something like that, about ten points, and an average
- 15 five percent interest or dividend. That's pretty
- 16 good. So how are they saying they are not making any
- money?
- And, you know, they say, well, we want
- 19 to compare ourselves with all the other utilities.
- 20 Well, if you are doing a bad job and they are doing a
- 21 good job, we should pay you because they are doing a
- 22 good job?

- 1 And that dam broke on that reservoir,
- 2 all those power outages we had last year. I know
- 3 some of that can't be helped, but still you think you
- 4 do a good job? And it was in the paper where they
- 5 said they didn't make any money for them to give the
- 6 bonuses to the top guys, but if they took the storm
- 7 damage out, they could, which they did. So they got
- 8 their bonuses. And then the top guy said that, well,
- 9 we are going to do that because the employees, the
- 10 guys climbing the poles to fix those lines at night,
- 11 they got overtime, so they got money, well, while the
- 12 top guys lay in bed waiting for their power to come
- 13 back on. Now, is that right?
- 14 You know, at what point do you say
- 15 this just isn't right? And I am able to pay my bills
- 16 now, but down the road I am going to retire. And I
- 17 know people right now that are working, have decent
- 18 jobs, and yet they cut back on their heating bill,
- 19 lower their thermostat, to afford it. I mean, it
- 20 would be different if this was going to be a
- 21 temporary thing and, okay, six months, a year from
- 22 now, we will be back to normal. Is this how it is

- 1 going to be forever, that you can't even heat your
- 2 house?
- I mean, everybody wants to make money.
- 4 I want to make money. It is all about that. But you
- 5 know what? You are a public utility. It doesn't
- 6 work like a regular company, and you need to reduce
- 7 your costs. Instead of saying how your costs are
- 8 going up, you need to reduce costs.
- 9 And I think you own Baldwin Power
- 10 Plant. Well, back in the '60s and '70s I worked at
- 11 Peabody Coal that supplied coal over there. And in
- 12 the summer it was always we have to raise the rates
- 13 because they use more power for the summer air
- 14 conditioners. Well, while they did that, they also
- 15 got a big discount on the coal each summer. So it
- 16 was almost a wash. But the consumer paid more
- 17 because it was summer time and usage was more. Now,
- 18 that's a fact. That is probably still happening now
- 19 with your suppliers.
- 20 So you have got to be careful how they
- 21 lay this out on the table, because I guarantee you,
- 22 you can switch these numbers around any which way.

- 1 Like I say, we all want to make money, I want to make
- 2 money. But they are in a little different case than
- 3 just save your every day business because they are a
- 4 utility. You can't just go anywhere and buy power.
- 5 And as we have seen with the power, and it is about
- 6 the same with the phone companies, it needs to be
- 7 regulated.
- 8 The banking system, why are we in such
- 9 a bad shape now with the banks? They took the
- 10 regulation off. You can't trust these people. It is
- 11 greed, and nobody is watching them. They pay the
- 12 politicians off.
- 13 Within the last, say, 24 hours gas in
- 14 these mobile stations here, they went up like \$.25.
- 15 It was 2.99, then it went to 1.86, then up to 3.09.
- 16 How did that happen? That gas didn't change one bit
- 17 in that tank in the station. Where are the people
- that are supposed to be watching out for us?
- 19 And Senator Clayborne, why isn't he
- 20 here tonight? Because you have paid him. You give
- 21 all this money to these politicians and then you say,
- 22 well, it is tough. There is no reason you should be

- 1 paying a single politician or having a commercial on
- 2 television.
- 3 And then at the same time when you are
- 4 holding -- how do you hold the State hostage anyway?
- 5 That's basically what you are doing. And you are
- 6 saying if we didn't get our way, you would see
- 7 layoffs at the bottom line, people actually doing the
- 8 work. But at the same time you hire Karen Foss. And
- 9 you think she came cheap? In my opinion she totally
- 10 lost her credibility as an anchor woman when she
- 11 could be bought by Ameren. And the only thing --
- when she comes up to you and says we have been
- 13 spoiled all along, even before the rate increase I
- don't think anybody ever thought power was ever real
- 15 cheap. And nobody is looking technically for cheap
- 16 power because they know nothing is. But this is
- obscene.
- And we don't want all these programs.
- 19 The government is the same way. As soon as we run
- into trouble, well, let's get a program. No, that's
- 21 the trouble. We have got too many programs.
- 22 AUDIENCE: Fair rates.

- 1 MR. LINDER: Exactly. Everybody wants to pay
- 2 their fair share. Nobody wants to come to you and
- 3 ask for a handout. They are willing to work for it.
- 4 But they are taking the jobs away, the benefits.
- 5 Everybody else loses money or they are losing their
- 6 benefits or a portion. I never hear that from
- 7 government or people like you. All you do is say,
- 8 well, we want to get -- we should be -- all the other
- 9 executives are making \$500,000. So we are at that
- 10 level, too; we should be making 500,000. Maybe your
- 11 particular company you work for, since it is a public
- 12 utility, will not pay that. And if you can go
- 13 somewhere else and make a million dollars, by all
- 14 means go there. But if you want to work at Ameren,
- 15 your job isn't going to pay 500,000, because we have
- 16 got to spread the costs out to everybody.
- 17 That's all.
- 18 HEARING OFFICER BENSKO: Thank you very much.
- 19 AUDIENCE: Excuse me. There is a hundred
- 20 people out here, and we can't hear a word you are
- 21 saying, not a word. We are very upset about that.
- 22 Why aren't we in there? Why don't you have a bigger

- 1 room?
- 2 HEARING OFFICER BENSKO: We have a speaker
- 3 system out there.
- 4 AUDIENCE: It doesn't work.
- 5 HEARING OFFICER BENSKO: Let the gentleman
- 6 check on it, please.
- 7 Joe? Let's wait a second. Let him
- 8 see if he can fix it.
- 9 MR. WEST: Sir, I will pass my turn on to
- 10 somebody else. Thank you.
- 11 HEARING OFFICER BENSKO: Thank you, Joe.
- Larry Horne? Larry? Horne,
- $13 \quad H-O-R-N-E$.
- 14 MR. HORNE: Good evening, ladies and gentlemen.
- 15 My name is Larry Horne, H-O-R-N-E.
- 16 And I would like to just know, the
- 17 premise for deregulation was to increase competition
- in the marketplace. So who is Ameren's competition?
- 19 That's the only question. If there is no
- 20 competition, then they should go back to regulation,
- 21 and we won't have all this nonsense. But if they
- 22 can't have any competition -- which the marketplace,

- 1 they talk about a free marketplace; there is no such
- 2 free marketplace in the state of Illinois. And as
- 3 the ICC, you guys should protect us from a monopoly.
- 4 It is plain and simple. That's all it is. It is a
- 5 monopoly.
- 6 So do the right thing, take the task
- 7 here, and every thing will be fine and dandy in
- 8 Illinois.
- 9 Thank you.
- 10 HEARING OFFICER BENSKO: Thank you, Larry.
- 11 Chip Shaffer.
- 12 MR. SHAFFER: It's Chip S-H-A-F-F-E-R.
- 13 I would like to open with a word of
- 14 thanks and gratitude for allowing me to speak on
- 15 behalf of the City of Maroa, the military and their
- 16 families. In recent months there has been much
- 17 debate other rate increases and what is the effect
- 18 with Ameren, and now we are faced with another one.
- 19 Personally, I think issues account in
- 20 part why Ameren feels it is necessary to request the
- 21 latest eight percent increase. When there is a rate
- 22 increase Ameren may feel it is only a small increase.

- 1 Yet looking at the big picture, any increase is
- 2 detrimental to our local economy and its citizens.
- 3 When rate hikes are approved, they cost -- it affects
- 4 almost across the board. If it is approved, a store
- 5 owner is going to have to increase his prices. We
- 6 all pay. Our school boards will have to raise their
- 7 property taxes to cover the utility costs to educate
- 8 our children. Our local government to maintain their
- 9 business will have to increase our taxes again.
- 10 Medical costs, another ten percent to cover operating
- 11 expenses. The list goes on and on and on. This
- 12 request is not a mere eight percent request for an
- increase. It is going to hurt us across the board.
- 14 Currently, the United States military
- 15 receives a cost of living adjustment based on local
- 16 area factors, such as fuel prices, food costs and
- 17 utilities to supplement their housing. When utility
- 18 rates increase, it may take up to two years for that
- 19 to be factored into their cost of living. Therefore,
- 20 they are forced to make do or do without. Our
- 21 veterans do not receive this benefit. Our senior
- 22 citizens do not receive this benefit.

- 1 This year over 2500 Illinois National
- 2 Guard will deploy to Iraq to fight the war on
- 3 terrorism. They leave behind jobs. Many of them
- 4 will take a pay cut, and they leave their families at
- 5 the mercy of increases.
- 6 Our senior citizens and veterans
- 7 living on a fixed income the decision every day will
- 8 be to either pay Ameren or pay for needed medical
- 9 prescriptions, food or other needs. We all bite the
- 10 bullet. Show me what Ameren is doing without. How
- 11 many bonuses were paid last year? I have heard a
- 12 few. How many scholarships were granted? How many
- 13 political donations were made last year? And how
- 14 much was used to pay lobbyists? That's my money you
- 15 used.
- 16 We are at the mercy of Ameren and the
- 17 Illinois Commerce Commission. Surcharge increases
- 18 were up to 25 percent for not using natural gas,
- 19 penalties are unacceptable when not used. We are
- 20 expected to pay for something? Would you buy extra
- 21 milk because regulators require it, even if you don't
- 22 use it? No, you wouldn't. Yet we are expected to do

- 1 so for natural gas. I have serious issues with that.
- 2 It's been requested that those who do
- 3 not pay their bills be covered under this request.
- 4 We are to be penalized for those who do not pay their
- 5 bills? It is understandable why they don't. They
- 6 can't afford it.
- 7 When the rates are increased, our
- 8 military bases must now pay that additional cost. So
- 9 does our military cut back on supplies to fight the
- 10 war? Or do we deprive our combat soldiers the
- 11 equipment to fight it? Take away bulletproof vests,
- 12 ammunition, medical supplies for the wounded?
- 13 Penalize our fighting soldiers, how dare you? Our
- 14 veteran clinics in southern Illinois are faced with
- 15 either keeping the lights on or turning away needy
- 16 veterans. Who is paying for these? We can't afford
- 17 it.
- We all, especially those in need, help
- 19 the most and those who are defending and those who
- 20 have defended this country. Recently we received a
- 21 donation of \$5 for support for troops over seas from
- 22 a military couple. They stated they wished it was

- 1 more, yet they were having trouble making ends meet
- 2 with the rising prices and paying the utility bill.
- 3 I tried to give it back. They wouldn't hear it.
- 4 They wanted to do their part, no matter how much it
- 5 hurt them.
- It is time for us to make Ameren a
- 7 true public utility, maybe a government-run company,
- 8 no bonuses, no perks, no political donations. I
- 9 swore an oath to defend this great country from
- 10 enemies, foreign and domestic. Currently, Ameren is
- 11 fast approaching becoming a domestic enemy against
- 12 the American people. I cannot, will not, recommend
- 13 nor condone violence against Ameren. But our working
- 14 employees climbing the poles, we pay for those lines
- 15 with the bills themselves. We take the fight to
- 16 management within the guidelines, laws of the land,
- 17 legal boundaries and the laws that presently govern
- our state. Much like our military when a commanding
- 19 officer fails to lead, protect the troops below them,
- 20 they will be released for cause. We, the citizens of
- 21 Illinois, must do the same. Our elected officials
- 22 are placed there to lead, to protect our system.

- 1 Failure to do so is to be released for cause, and we
- 2 will do that at the polls. Legally, lead or be
- 3 relieved of your public duties.
- 4 God bless America.
- 5 MS. DAVY: I know it is not my turn. I want
- one minute, because everybody saw me walk out of here
- 7 like I was going to get help. Let me tell you what
- 8 they offered me. Monthly billing, now it wouldn't
- 9 change anything; it would be the same amount at the
- 10 end of the year. Oh, that doesn't help. And I have
- 11 a number here for emergency food and medical
- 12 assistance or rent assistance. Now, that's what he
- 13 walked out of here to give me.
- 14 HEARING OFFICER BENSKO: Patricia Parnell.
- 15 Patricia Parnell.
- 16 MS. PARNELL: Good evening. I learned
- 17 something about Belleville.
- 18 HEARING OFFICER BENSKO: Could you spell your
- 19 name, ma'am?
- 20 MS. PARNELL: Patricia, P-A-T-R-I-C-I-A,
- 21 Parnell, P-A-R-N-E-L-L.
- I learned something about Belleville

- 1 this week. There is a company here that's called
- 2 Dynegy that's a subsidiary of AmerenIP, and you all
- 3 own it. Now, you don't have no profit coming in; you
- 4 are going to raise our rates in June. I understand
- 5 that you are opening up a brand new office building
- 6 the size of three football fields. That's pretty
- 7 big. Not only that, you are opening up 50 new
- 8 offices in downstate southern Illinois.
- 9 Now, I suggest let the customers have
- 10 their money back. There is no reason for you to have
- 11 another Dynegy when you have one already, and it is
- 12 three football fields long. There has got to be
- 13 money coming in. That's all of you. We are the ones
- 14 that are paying for it.
- That's all I have to say. I don't
- 16 approve of it. I am an all electric person, and I am
- 17 going to be biting the dust come June.
- 18 HEARING OFFICER BENSKO: Thank you, Patricia.
- 19 Kelly Bauza, B-A-U-Z-A.
- MS. BAUZA: No.
- 21 HEARING OFFICER BENSKO: Pass? Okay, thank
- 22 you. Now it works.

- 1 Jeffrey Otto.
- 2 MR. OTTO: My name is Jeffrey Otto, last name
- is spelled O-T-T-O, J-E-F-F-R-E-Y.
- Thank you, Mr. Bensko, for the
- 5 opportunity to speak and be heard. I am going to be
- 6 a little bit more in depth than some people have, and
- 7 I am going to quote a few things. And please bear
- 8 with me. I am not going to offer a whole lot of
- 9 opinions. I am just going to quote facts.
- 10 I quote the Belleville News Democrat
- in their article a couple days ago, thank them for
- 12 that, it says, "Ameren executives say the utility
- 13 needs the money to remain profitable and purchase new
- 14 infrastructure such as wooden poles, transformers and
- 15 cable lines." I don't know about you guys, but I am
- 16 going to go out on a limb and say that in 2006 Ameren
- 17 went out and purchased these exact same items. 2005
- 18 they went out and purchased the exact same items.
- 19 These are not new items that you have no idea about
- 20 and that you haven't budgeted for in the past and in
- 21 the future.
- It also talks in the article, again I

- 1 am going to quote, there is a Mr. Abbott from
- 2 AmerenUE, he said, "The only scenario in which a
- 3 customer would see an additional charge on his bill
- 4 is in the instance of an unseasonably warm winter."
- 5 So what you are trying to say then with those costs
- 6 is because Mother Nature blesses us with an
- 7 unseasonably warm winter and I can save a hundred
- 8 dollars a month on my bill, I am still going to pay
- 9 more money. Explain that to me.
- 10 Whenever -- excuse me, whenever Mother
- 11 Nature sends us an unseasonably cold winter, do you
- drop my prices? Are you going to reduce my prices in
- 13 those times?
- 14 Ameren talks about needing, needing --
- 15 Mr. Nelson used the word "need" an increase. Not
- 16 request, not want, but need. Yet first quarter 2007,
- 17 and I quote from the Journal Gazette Times Courier,
- 18 "Ameren's profits, Missouri-based Illinois reported
- 19 its net income rose to 123 million or \$.59 per share
- 20 from 70 million or \$.34 a share one year ago.
- Now, here is going to be some of the
- 22 objections that we are going to hear, because people

- 1 are going to throw out that 500 and some odd million
- dollars, 600 and some odd million dollars that you
- 3 can find on Ameren's website for the amount of
- 4 reported income, net income for the company. Now,
- 5 they are going to come back and they are going to
- 6 say -- you are going to hear it a little bit later, I
- 7 guarantee it -- they are going to say that we are
- 8 representing Illinois. We are representing AmerenIP.
- 9 We are representing the Illinois portion. We are not
- 10 representing all of the Ameren Company itself, which
- 11 is true.
- 12 But its Illinois subsidiaries,
- 13 AmerenCIPS, AmerenCILCO and AmerenIP, contributed \$29
- 14 million to Ameren's net income in the first quarter
- of 2007 compared to \$9 million in the year ago
- 16 period, the Company said, and I quote. \$20 million.
- 17 Ameren is struggling and suffering and weeping
- 18 because they have -- they are falling so far behind
- 19 that they can't meet their bills. They are going to
- 20 make less money this year. This is with the rate
- 21 increase. Ameren still says that they need more
- 22 money.

- Now, I am going to be fair, and I
- 2 would hope we would get the same treatment. An
- 3 Ameren spokesman, Shelley Epstein, said that \$10
- 4 million of the net income on the Ameren Illinois side
- 5 of the business was money originally set aside as
- 6 special credits for customers. So that's money they
- 7 didn't have to pay out. They already budgeted that
- 8 money.
- 9 Another four million in net income was
- 10 due to the cold winter weather. So Ameren, like I
- 11 spoke about earlier, wants to raise rates whenever we
- 12 have an unseasonably warm winter, and they are
- 13 telling us right now that in the first quarter of
- 14 2007 four million extra dollars came from cold
- 15 weather and unseasonably harsh temperatures. Ameren
- 16 is saying that they don't have enough money to pursue
- 17 this. They don't have enough money to pay for the
- 18 poles that are already in their budget. They want to
- 19 talk to us about their costs and how much they have
- 20 gone up and how they need, need this increase.
- I have Verizon for my phone provider.
- 22 I have Charter Cable for my cable provider. Both of

- 1 these services experienced similar difficulties in
- 2 downed lines and repairs and work to repair the
- 3 services they provide. My Verizon bill hasn't raised
- 4 a penny. My Charter bill has actually gone down.
- 5 Now, don't get me started on Charter, because that is
- 6 a totally separate issue. They may be the only
- 7 people I like talking to less than AmerenIP.
- Now I go back --
- 9 HEARING OFFICER BENSKO: Sir, so the people
- 10 outside can hear you, talk a little bit into the
- 11 microphone. Thanks.
- 12 MR. OTTO: Okay. All right. To quote again,
- 13 this year so far in the first half of 2007 Ameren
- 14 Corporation is reporting income of 266 million in the
- 15 first half of the year. That's \$1.29 a share and a
- 16 37 percent increase over last year. Even with the
- 17 money that they are giving back from these rate
- increases, Ameren's profit is up 37 percent in the
- 19 first half of the year.
- 20 And CEO Gary Rainwater attributes the
- 21 higher earnings to higher power prices for Ameren's
- 22 power generation, businesses, and warmer summer

- 1 weather.
- Now, Ameren just stood over here and
- 3 told us -- Mr. Nelson just stood over here and told
- 4 us that Ameren does not pass on any of the fees to us
- 5 for the cost of purchasing electricity. Do you want
- 6 to know why that is? Because they buy it from
- 7 themselves. Ameren has companies that produce power.
- 8 Ameren buys companies from those -- buys power from
- 9 those companies that produce power. These companies
- 10 are the result of deregulation.
- 11 There used to be competition for
- 12 purchasing power. Since the deregulation ten years
- 13 ago, the number of companies that produce power has
- 14 actually reduced. Deregulation has not worked.
- 15 Ameren has gobbled up some of the smaller entities.
- 16 Ameren has started producing power for themselves.
- 17 They make it seem like they are doing us a favor by
- 18 not charging us the price of the power they acquire,
- 19 but the price already reflects the profit going to
- 20 the company that they purchase that from, which is
- 21 their own company.
- I would love to be able to purchase

- 1 things from my own company and stand up here and try
- 2 and tell myself that I wasn't making a profit.
- 3 HEARING OFFICER BENSKO: Thank you. Could you
- 4 wrap it up, Jeff? We have a lot more people.
- 5 MR. OTTO: I understand.
- 6 Now, Ameren also wants us to foot the
- 7 bill for all the expenses. It is the cost of doing
- 8 business. They want us to pay for people who aren't
- 9 paying their own bills. It is a cost of doing
- 10 business. There is not another entity out there, a
- 11 public -- a non-government entity, that is allowed to
- 12 pursue rate increases.
- 13 This is a monopoly. That's the thing
- 14 that people don't understand. Ameren has a right to
- make a profit, but we have a right to determine what
- 16 that profit is. If Ameren would like to step out and
- 17 say that their profits aren't good enough, if they
- 18 want to offer the exact same profits, we put that out
- 19 for bid with the exact same profit structure, I
- 20 wonder how many companies would be more than willing
- 21 to come in and assume Ameren's position.
- 22 Competition, monopolies. The monopoly

- 1 was set up to protect the people. In this case it is
- 2 not.
- 3 HEARING OFFICER BENSKO: Thank you, Jeff. You
- 4 left your paper right there.
- 5 Patricia Jones.
- 6 MS. JONES: My name is Patricia Jones,
- 7 P-A-T-R-I-C-I-A, J-O-N-E-S.
- 8 All I wanted to say was all winter I
- 9 keep my thermostat set at 60 degrees in order that I
- 10 can pay my electric bill. I have all electric heat.
- 11 It's been very reasonable through 2006. Last year
- when they upped the rates, it went from \$80 in
- 13 December to 140 in January, and that ended the middle
- 14 of January. For two weeks it went from 80 to 140.
- 15 In February it went from 140 to 285 which was four
- 16 times what I was paying in 2006.
- 17 So I have lived in my house for almost
- 18 34 years, but I am thinking I probably should sell my
- 19 house and maybe go to gas heat, buy a trailer, sell
- 20 my house, get an apartment, in order to pay my
- 21 electric, my electric bills.
- So, anyway, that's about all I have to

- 1 say. And last summer I kept my thermostat set at 80
- which was not too comfortable, but that's what I had
- 3 to do in order to pay my electric bill. That's all I
- 4 have to say.
- 5 HEARING OFFICER BENSKO: Thank you, Patricia.
- 6 Kim Eichelberger. Please don't kill
- 7 me for butchering names.
- 8 MS. EICHELBERGER: Actually, I was going to say
- 9 that you did a really good job on your first shot. I
- 10 am from Belleville. My name is Kim Eichelberger.
- 11 For the court reporter, do I need to spell that for
- 12 you?
- 13 HEARING OFFICER BENSKO: Yes.
- 14 MS. EICHELBERGER: E-I-C-H-E-L-B-E-R-G-E-R.
- 15 First of all, I would like to thank
- 16 everyone for having us here tonight to express our
- 17 opinions. I would also like to publicly thank Tom
- 18 Holbrook, a representative from our area, because I
- 19 know at least Tom is outspoken against the rate
- 20 increases and fought for rate relief. So I would
- 21 like to acknowledge Tom here tonight.
- I am going to try to be as brief as

- 1 possible. Many of the things I planned on saying
- 2 have already been said. However, in light of last
- 3 year's fiasco, I can't believe I am here expressing
- 4 outrage over another increase. We all saw in the
- 5 paper, "Most customers are going to expect to see a
- 6 dollar a day increase." We also saw "Up to a maximum
- 7 of 55 percent increase." Now, I can't tell you how
- 8 many times I read that, and I followed those
- 9 articles.
- 10 Well, imagine my surprise when I get
- 11 my power bill and it goes from 138 to 327 in one
- month, 55 percent. Now, I am not a mathematician
- 13 here, but that's closer to 200 percent. And unless
- 14 it was some mass hallucination visually on all of our
- 15 parts, did you or did you not talk about the exact
- 16 increases that I just stated in the paper over and
- over, which is probably why the legislators let you
- 18 get away with it in the first place? Not that I am
- 19 going to defend everything that they did either, but
- that's a whole another ball game.
- You know what, we don't trust you. We
- 22 don't trust you. We don't believe in you. You

- 1 haven't served the people of southern Illinois. You
- 2 haven't served us. Quite frankly, the customer
- 3 service gentleman who got up here and said so
- 4 eloquently how you guys were just trying so hard to
- 5 earn our respect, with all due respect you need to
- 6 earn it before you give us any more rate increases.
- 7 The other thing is that there have
- 8 been a lot of excellent questions asked here tonight
- 9 by lots of people. Brad Van Hoose, wherever you are,
- 10 you are wonderful. And we have a court reporter. I
- 11 say that she transcribes it, it goes to Illinois
- 12 Power, they or Ameren, excuse me, AmerenIP, they need
- 13 to answer all those questions in written form and
- 14 send them to every customer they have in the state of
- 15 Illinois.
- 16 Thank you and have a good night.
- 17 HEARING OFFICER BENSKO: Thank you.
- 18 Fred Lewis.
- 19 MR. LEWIS: Good evening. I am a retired
- 20 public school teacher and my --
- 21 HEARING OFFICER BENSKO: Fred, could you --
- 22 MR. LEWIS: I am sorry, that's L-E-W-I-S, Fred.

- 1 My benefit increase was three percent
- 2 this year, not eight percent. And, first of all, I
- 3 would like to address some remarks concerning the
- 4 Illinois Power Company, not Ameren Illinois but the
- 5 old Illinois Power Company.
- 6 As a teacher, Illinois Power Company
- 7 provided a suburb service to area educators. They
- 8 offered cash, many grants to teachers. They had an
- 9 extensive video library available to teachers. They
- offered numerous contests and savings for students on
- 11 their website. For instance, each month they had a
- 12 challenging math problem. All students who solved it
- 13 correctly were given a gift certificate to Best Buy.
- 14 There were essay contests for language arts students.
- 15 They also offered internships to college students.
- 16 My daughter participated in this very program. This
- 17 was all very good P.R. It built trust, respect and
- 18 friendship between Illinois Power, the school system
- 19 and the community.
- 20 Ameren has succeeded in building just
- 21 the opposite, distrust, disrespect and animosity.
- 22 Ameren does have some educational stuff on the

- 1 website, not even listed on their home page. Most of
- 2 the things are public domain, teacher lesson plans
- 3 that were free and science certificates which Ameren
- 4 just grabbed and downloaded on their website. Ameren
- 5 has no interest in conservation. They offer no
- 6 incentives for solar, geothermal, volatile tank or
- 7 any other type of energy saving systems. In fact, it
- 8 is rumored that in case of extremely warm or cool
- 9 summer Ameren wants to increase -- wants a rate
- 10 structure which will penalize a customer for using
- 11 less energy.
- 12 Last year before the increase my bill
- 13 was \$137. It rows to a high of 499 in March and has
- 14 recently settled back to 254 after the legislature
- 15 made changes over the summer. I have here a sheet
- off of Ameren's website, and I would like to read
- 17 just a short sentence from it. "Ameren Corporation
- is the parent company of AmerenCILCO, AmerenCIPS,
- 19 AmerenIP, AmerenUE, Ameren Energy, Ameren Energy
- 20 Resources, Ameren Energy Generating Company, Ameren
- 21 Energy Development-Ameren Energy, Ameren Energy
- 22 Marketing and Ameren Energy Fuels and Services,

- 1 Ameren Energy Resources and Generating Systems, and
- 2 Ameren Services." We know where the money is going.
- 3 It is a bunch of legal mumbo-jumbo where they mix
- 4 among themselves and stick us for the difference.
- I would like to end my comment with a
- 6 little story. Once upon a time I purchased a new
- 7 car. The dealer had many options. I accepted a cash
- 8 back offer and moved \$3,000 into my parent company,
- 9 my IRA. I declined the extended warranty and instead
- 10 sent an additional \$1800 cash payment to my parent
- 11 company, my IRA. I did no maintenance on the car.
- 12 Instead, when it came time to change the oil, I added
- 13 a quart and put \$35 into my parent company. My car
- 14 required premium gasoline. Instead, I bought 87
- octane and put \$.20 for each gallon into my IRA. New
- 16 tires? The old ones had air in them; I sent \$500 to
- 17 my IRA. I kept this up for some time. Then one day
- 18 my car failed inspection. I went back to the dealer
- 19 and said you have got to fix it. He said, "Listen,
- 20 Mr. Lewis, you had every opportunity over the last
- 21 few years to maintain your car, but you chose to skip
- 22 repairs and upkeep and placed all that money in your

- 1 parent company, your IRA. Now you ask me to pay for
- 2 your greed. Are you sure, Mr. Lewis?" I said,
- 3 "Screw you, fix your car out of your own parent
- 4 company, your IRA."
- 5 And to Ameren I say, "You had every
- 6 opportunity the last few years to maintain your
- 7 infrastructure but instead put the money into your
- 8 parent companies." And I say to you, "Screw you, fix
- 9 your infrastructure out of your IRA."
- 10 HEARING OFFICER BENSKO: Steve G-A-R-G-A-C, I
- 11 believe. Granite City.
- 12 MR. GARGAC: Yes, I am Steve Gargac, S-T-E-V-E
- 13 G-A-R-G-A-C. I live in Granite City. I would like
- 14 to thank the Commission for allowing me to speak to
- 15 you.
- 16 And I don't know how you can consider
- 17 another rate increase for Ameren when they just
- 18 received an eight percent last year, and nobody that
- 19 I know of has ever received an eight percent increase
- 20 in the last few years of any kind whatsoever.
- 21 While I had my own business which I
- 22 sold several years ago, I had to pay for everything

- 1 that I ever used within it. The only thing I could
- 2 ever charge a customer for besides what I could
- 3 collect from him was the shipping charges.
- 4 Now Ameren is planning to charge for
- 5 all of these particular items that they are trying to
- 6 purchase, as well as trying to charge us for meters
- 7 which I have already paid for and put into various
- 8 homes. The profits, which I keep hearing are
- 9 enormous, and the CEOs, who are taking away the
- 10 salaries and bonuses, are coming close into the
- 11 millions. The REA of Illinois has granted free
- 12 electricity in December for the years 2005 and 2006.
- 13 Ameren has never proposed free anything for anyone.
- 14 And how about freezing your rates for
- 15 some of the retired seniors whose income and their
- only increase comes from their Social Security, which
- 17 usually averages about three to three and a half
- 18 percent a year?
- 19 And what happened to the deregulation
- 20 that we were supposed to have so that we could
- 21 purchase power from other sources? This has never
- 22 come about, and I am very disappointed in that.

- 1 Thank you for your time.
- 2 HEARING OFFICER BENSKO: Thank you, Steve.
- John Holverson.
- 4 MR. HOLVERSON: Pass.
- 5 HEARING OFFICER BENSKO: Earnestine Walker.
- 6 MS. WALKER: Good evening. My name is
- 7 Earnestine Walker of Fairview Heights, Illinois.
- 8 Earnestine is spelled E-A-R-N-E-S-T-I-N-E. Walker is
- 9 spelled W-A-L-K-E-R. And you know how to spell
- 10 Fairview Heights. I live there.
- I am a representative of AARP, and I
- 12 am also a volunteer. And I work with a lot of
- 13 elderly people. And my grief is tonight you just
- 14 tell me where to tell them to go and file for this
- money that you all so readily want to give away.
- 16 Because we haven't found it. Each time they apply
- for something or a grant to help them, they are told,
- 18 "We are out of funds."
- Now, I don't know where this money is.
- 20 I would personally go down to see about it. That
- 21 money is not there. If it is, I still say it, we
- 22 haven't found it. They need help. Lots of them.

- 1 And when you live under \$500 a month, pay rent, pay
- 2 gas bill, water bill and telephone bill, and all of
- 3 these things are very necessary to the elderly. Some
- 4 of them are incapacitated, they are in wheelchairs,
- 5 on walkers and other things.
- 6 When the power went out, we found a
- 7 lot of people. They needed someone to just call them
- 8 and say hello to see how they were doing. I am one
- 9 of these volunteers that go by and knock on the door
- 10 to see if you are okay. I don't mind it, and I am
- 11 going to continue as long as I can. These things are
- 12 very necessary in our state.
- 13 I have been a member of the state of
- 14 Illinois all of my life. I was born here, and I know
- what goes on here. None of this stuff I am hearing
- 16 tonight is true. If it is, I still would like to see
- 17 it. And I am a registered voter here, and I will be
- 18 casting my vote. And if I have a chance, I will
- 19 definitely vote that AmerenUE go out the window.
- Thank you very much.
- 21 HEARING OFFICER BENSKO: Thank you, Ernestine.
- 22 Wanda Clayton.

- 1 MS. CLAYTON: My name is Wanda Clayton,
- W-A-N-D-A, C-L-A-Y-T-O-N.
- I am here tonight to tell you about my
- 4 electric bill. My electric bill is \$418 this month.
- 5 Last month it was \$272. In December of last year it
- 6 was \$79. And of that 418, the delivery charge is
- 7 \$145. And I am just wondering why we have to pay
- 8 this much in delivery charges, because a person can't
- 9 afford it.
- 10 And that's all I need to say.
- 11 HEARING OFFICER BENSKO: Thank you, Wanda.
- 12 Rich Dorrough.
- 13 MR. DORROUGH: First of all, thank you -- first
- of all, I would like to thank you for the opportunity
- 15 to appear tonight.
- 16 HEARING OFFICER BENSKO: Could you spell your
- 17 name for the court reporter?
- 18 MR. DORROUGH: My name is Richard,
- 19 R-I-C-H-A-R-D, Dorrough, D-O-R-R-O-U-G-H. And I
- 20 congratulate you for pronouncing that correctly.
- I am here, I have got my wool socks
- 22 on, and I have got my sweat pants, I have got my two

- 1 shirts and my sweat shirt, and I left my blanket out
- in the car, and that's what I wear indoors.
- 3 So I really have a different take on
- 4 our representatives here. I don't think they have
- 5 done a good job at all. I think that that agreement
- 6 last year was atrocious. I mean, I got my hundred
- 7 dollars and probably a lot of the folks here got
- 8 their hundred dollars. But in January I paid the
- 9 highest energy bill that I have ever had in history,
- 10 and it just goes on month after month. So that
- 11 didn't do a whole lot for me. And I am not all that
- 12 happy about it.
- 13 So I can probably give everybody an
- 14 idea why you don't see all the other Commissioners
- 15 here, because I think you don't see them here because
- 16 this thing is pretty much up to them. I don't trust
- 17 politicians. Just like the other lady, don't trust
- 18 the Illinois Commerce Commission, you know. I think
- 19 politics will -- their first loyalty is whoever walks
- 20 in their office with the biggest bag of money. And I
- 21 am really non-partisan about this, you know. I think
- 22 both parties do it. I think all politicians do it,

- 1 and it is absolutely disgusting. I mean, it is
- 2 obscene the way we don't -- we are not represented by
- 3 the people we elect any more. The lobbyists run this
- 4 country, and they run our representatives.
- 5 So just look at the outrageous amount
- of money that it has taken today to be elected
- 7 president. I mean, we are talking hundreds of
- 8 millions of dollars for what? I don't want to vote
- 9 for any of those people. So, and I am not partisan
- 10 about that.
- 11 So I think him and his firm here is
- 12 just a way of someone placating the public. So are
- 13 all you people placated tonight?
- 14 You know, gas is, what, over \$3 a
- 15 gallon. You know, milk, bread, clothes, every staple
- 16 of life has gone up. So we can hardly afford it any
- 17 more. I keep my temperature to 60s in my house, just
- 18 like the other lady did, and I wear all these heavy
- 19 clothes. Drag these blankets around with me so I can
- 20 sit in my chair and cover myself up so I won't freeze
- 21 to death. But that's the only way I could do it. I
- 22 wouldn't be able to pay for it otherwise.

- So, well, I think I have heard a
- 2 comment by Mr. Holbrook that anybody can have their
- 3 voice heard, and we think that's critical for the
- 4 Commissioners to hear. Well, I checked out a couple
- 5 other representatives. Mr. Bob Flider, Mt. Zion, and
- 6 Mr. Mike Smith up in Canton. They said the same
- 7 thing, almost verbatim. I mean, how many of you
- 8 people have gotten on the TV during election season
- 9 and heard somebody come in and just boom, boom, boom,
- 10 boom, boom, just a list of talking points? That's
- 11 really all that is. It is a talking point, you know,
- 12 and that's supposed to make us feel good. It
- 13 certainly doesn't make me feel good, although I am
- 14 kind of happy and having fun here right now.
- So, anyway, my comments to Ameren, I
- 16 worked for 3M Corporation or Company for 30 years and
- 17 I was in sales. And I called on all the automotive
- 18 companies. I called on Ford and GM and Chrysler and
- 19 all the rest of them, and I called on the next tier,
- 20 you know, the people that supplied GM, people like
- 21 Nascote Industries down in Nashville, Illinois.
- 22 And we'd always come in there with the

- 1 idea that we are partners with those people. And
- 2 they absolutely demanded every year that we bring
- 3 them a five percent savings on anything we sold to
- 4 them. So if I sold them a million dollars, I had to
- 5 bring a \$50,000 savings to them. I had to give them
- 6 back \$50,000 with some innovation, some idea that
- 7 would help them produce a product better, produce it
- 8 faster, produce it with less labor.
- 9 So that's the way we did business. We
- 10 were partners with all of our customers, so that we
- 11 actually could leave and understand that -- you know,
- 12 what their business was. And I don't hear any of
- 13 this. All I hear is, "Oh, we are not making enough
- 14 money. We need a price increase."
- Well, sure, I could go to GM and say,
- 16 "Well, this product costs you a dollar this year but
- 17 we are going to charge you \$1.25 next year." And
- 18 they could go to their dealers or whatever, they
- 19 could go to GM and say, "Oh, we are going to charge
- 20 you 25 percent more for that fascia next year that we
- 21 are producing for you." Then GM comes to you as a
- consumer and says, "Instead of paying \$40,000 for

- 1 that car next year, we are going to charge you
- 2 50,000." Why? Does that sound like something that
- 3 is going to fly? No, no.
- 4 So you become partners. You become
- 5 partners with your suppliers. And you tell your
- 6 suppliers, your pole suppliers, you can't do business
- 7 with us unless you find five percent savings for us
- 8 next year. And if you did that every year -- and we
- 9 had to do it every year. It wasn't one year; it was
- 10 every year. So it made us better because we became
- 11 better innovators. We came up with good ideas to
- 12 save them money, you know, so that their profit
- 13 margin would be stable, you know, and also ours would
- 14 be, you know.
- I don't hear any of that stuff. I
- 16 hear, "Hey, we need more money, so we are going to
- 17 charge you more." Okay. Same way with the State of
- 18 Illinois, your good friend the Governor, you know.
- 19 We are so far in debt, I mean, we can't see the end
- 20 of it. And what's his idea? Oh, let's build some
- 21 more race tracks or let's give them some more
- 22 casinos. It was a good idea for him to give free

- 1 rides, though, because now he can give everybody in
- 2 this room a free ride down to the casino. Right?
- 3 That sounds like a winner.
- I mean, so I am telling you people,
- 5 you better hold on to your wallets. Because the only
- 6 way out of debt is you either -- you either save and
- 7 you conserve or you go out and get more money. And
- 8 where does the government get more money?
- 9 Governments don't make money. They may print more,
- 10 but they don't make more. They get it out of your
- 11 pocket. So that's what we can look forward to.
- So I am sorry if I have gone on too
- 13 long. So I come to say my piece and I have said it.
- 14 So I don't expect my opinion to change anything. I
- think it is a done deal, and that's just my own
- 16 opinion. Now I am going to go home and put on
- 17 another sweat shirt and get out another blanket.
- 18 HEARING OFFICER BENSKO: Thank you, Rich.
- 19 Floyd Williams.
- 20 MR. WILLIAMS: Yeah, you know, when I --
- 21 HEARING OFFICER BENSKO: Floyd, you need to
- 22 state your name and spell it for the court reporter.

- 1 MR. WILLIAMS: It's Floyd, F-L-O-Y-D, Williams,
- W-I-L-I-A-M-S.
- I have been yelling, yelling, yelling.
- 4 My doctor says I am a dead man walking. So I am
- 5 going to make heat, do you believe that? My blood
- 6 pressure is up to 225, so I am making good heat.
- 7 But the deal is you look at politics
- 8 today and Exelon is buying our presidency. They gave
- 9 him a hundred million dollars, Obama. And it is
- 10 automatically -- people don't even wonder where the
- 11 money comes from. All you have to do is look on the
- 12 computer. He gets over a hundred million dollars
- 13 from Exelon which owns Chicago electricity, which
- 14 owns drug companies and everything else. All we are
- doing is promoting more money in people's pockets.
- 16 We have got dying -- and this is all I
- 17 am going to say. But we have got people that die
- 18 every year and nobody cares about them. Got a guy in
- 19 East St. Louis, a big old heavy set guy, his kids the
- 20 last time we were in here for a rate increase, his
- 21 kids were living at that time at 65 degrees
- 22 temperature. Now, I bet he dips his down to 50 now.

- 1 And they changed it around, and you
- 2 let them do it. What happens is they changed it
- 3 around where electric rates during the summer are
- 4 cheaper and needs to be higher. But there is more
- 5 rates higher during the winter because there is more
- 6 winter. So they changed it around and moved the
- 7 rates around, and nobody knows why their rates are
- 8 higher now during the winter time. And you have got
- 9 to have the energy during the winter time. You just
- 10 can't -- during the summer you can just sweat your
- 11 neck off. You have got to have that heat. So they
- 12 changed it. These people are not dumb, and I just
- 13 can't see you letting them get away with it.
- 14 People are dying. There should be
- 15 murder charges put against these people. I mean,
- 16 these people -- three people died last summer.
- 17 People died this year, all over money. Man, we're
- 18 bad in Illinois.
- 19 Missouri don't pay as much for
- 20 electric rate. A Gilliam man told me that. He said,
- 21 "You guys are dumb in Illinois." He said, "In
- 22 Missouri we get our electricity cheaper than you do."

- 1 So we are not dumb; we have just got everybody paid
- off in Illinois. And nobody cares, not one person.
- I told somebody awhile ago, that guy
- 4 that yelled at you that talked a lot, I asked him a
- 5 while ago, if one person walked in here and said you
- 6 need -- deserved a pay raise, everybody would die.
- 7 They would wonder where he came from for the last 20
- 8 years. But we are in bad shape when we have got kids
- 9 freezing in their house. We didn't do that when we
- 10 were younger. We didn't let nobody freeze. We are a
- 11 country that don't care about nobody else.
- 12 We worry about our soldiers burning
- 13 nothing, and the thing is -- and if UE was over
- 14 there, we would all burn up and that would be it.
- 15 They come home and they freeze to death in their
- 16 houses; their kids are freezing to death. Does UE
- 17 care about military? No. UE don't care about nobody
- 18 but the five presidents they have got at the top, and
- 19 they have all got to play golf.
- 20 So please wake up and start -- I mean,
- 21 you can't let -- nobody in here would say they should
- 22 have a raise. Does that mean something to you, when

- people's kids are dying?
- I have got plenty of money. I mean,
- 3 my doctor says I am a real idiot. You have got
- 4 plenty of money. I have got a good living. I fight
- 5 for poor people. My parents, my relatives always
- 6 fight for poor people. They all go to my tavern, I
- 7 have got a cave, half of Missouri, but they always
- 8 fought for poor people. We are not all trying to get
- 9 money from somebody. We want people to survive.
- 10 Because if the poor people keep on
- 11 dying, one of these days they are going to walk up to
- 12 you while you are at your house washing your car and
- 13 somebody is going to say I need a car to sell so I
- 14 can have energy and they are going to blow your
- 15 brains out while you are washing your car.
- 16 HEARING OFFICER BENSKO: Thank you.
- 17 Randy Lampe.
- 18 MR. LAMPE: How do you do? Randy Lampe,
- 19 Lena-Apple-Michael-Paul-Echo. I am a line clearer
- 20 straight truck, have been one for 15 years. So I
- 21 have dealt with Ameren and all the rest of them quite
- 22 a bit. And I come to find out when they do open

- 1 their mouth, they are lying. They own the their own
- 2 power plants because I trim all the trees. I see
- 3 them all the time. I am the guy in the ice storm who
- 4 only gets paid this much while their lineman sitting
- 5 next to me gets paid that much. Do you know that
- 6 power is only \$.25 a minute a day? That's about what
- 7 they make. Anyway, I just wanted to say that, that
- 8 they do own the plants. The government is
- 9 subsidizing them or not, I don't know. That's just,
- 10 you know, basic truth. So that's a liar, liar, pants
- 11 on fire first.
- 12 And I want to thank you again,
- 13 Mr. Nelson. It's because of you I am running for
- 14 senator, okay, Clayborne's spot in the 57th District.
- But I just want to let everybody know
- 16 that you just can't tell the truth. The ICC has got
- 17 the wool pulled over their eyes because you won't
- 18 tell them the truth. Just tell them the truth. Be
- 19 nice and it might do you good. And the ICC, you
- 20 finally may get a chance to maybe redeem yourself
- 21 from the fiasco that they lied to you about. You
- 22 know that. They all lied to you and in the end it

- 1 was too late and everybody had pie on their face.
- Well, you know, that's one thing.
- 3 Then they talk to you about distribution and
- 4 transmission lines. I trim those all the time. You
- 5 know, they never have any distribution or
- 6 transmission problems because those trees are so far
- 7 out of the wires that it would take a tornado to lift
- 8 one up and move it into them. So, yeah, you are
- 9 getting it from your plant, through the transmission
- 10 distribution, through your substations to your house,
- 11 and they want money for that. I say no.
- 12 Unless Fairview Heights validates my
- 13 parking, I have got to go. Thank you for your time.
- 14 HEARING OFFICER BENSKO: Folks, if we are going
- 15 to have a question and answer period tonight, we are
- 16 going to have to speed this thing up. So I am just
- 17 asking you when I call your name, get to the point,
- 18 please, so we can have a question and answer period
- 19 and give everyone a chance to speak tonight.
- 20 Susan Horneman. Remember to state
- 21 your name and spell it for the court reporter.
- 22 Thanks.

- 1 MS. HORNEMAN: Hi, my name is Susan Horneman,
- 2 S-U-S-A-N, H-O-R-N-E-M-A-N. I live in Lebanon,
- 3 Illinois.
- I, too, wear a lot of clothing. I am
- 5 burning up in here. I don't know why you keep it so
- 6 warm. How can you afford it? Yeah, we are paying
- 7 for it. I do have a problem with the fact that, yes,
- 8 I am shivering in my house, and I have dropped the
- 9 heat down. I am now retired, and I have dropped the
- 10 heat down, and it doesn't make any difference. And
- if I reduce the amount of energy that I consume, you
- 12 are going to come back and say you are not using
- 13 enough so we are going to -- it is just never ending.
- 14 I can't win. I am in a hundred year old house. I
- 15 have caulked, I have stuffed, I have closed rooms, I
- 16 have insulated, I have done everything I can possibly
- 17 do other than burning the inside of the house to keep
- 18 warm. Sixty-three degrees is not comfortable.
- 19 I called ICC and I was told that this
- 20 Ameren is not a monopoly, so all you people are
- 21 wrong. They said they don't meet the legal
- 22 definition of a monopoly. That may be. But when the

- 1 fuel goes up, I have options. I can go to different
- 2 stations. I can car pool. Thanks to the price of
- 3 fuel, you see the new svelte person. I have lost ten
- 4 pounds because I walk a mile to the store, rather
- 5 than burning fuel to go back and forth. I am losing
- 6 weight. That's the good thing, that's the up side.
- 7 Cable goes up, I don't need
- 8 television. I can live without television.
- 9 Telephone service, thankfully that was broken up so
- 10 you can shop around and get a cheaper service.
- I cannot go to anyone but Ameren. I
- 12 am stuck with you. I want to know why that isn't a
- monopoly, ICC.
- 14 Secondarily, I went to a coal
- 15 conference in southern Illinois, and Peabody Coal was
- 16 making a big brooha -- I am not nuts about Peabody
- 17 either -- about their new plant 50 miles south of
- 18 here and how they were going to have efficient,
- 19 inexpensive energy to offer. Are they offering it in
- 20 Illinois? Oh, heck, no. It is going to Virginia,
- 21 and that's because Ameren, according to their public
- 22 relations director, Ameren was given the opportunity

- 1 to buy into that plant and thus insure a ready
- 2 supply, cheap supply, of energy and Ameren opted out.
- 3 Now it is going to Jacksonville, Illinois, and
- 4 southern Illinois. Why? And, of course, I didn't
- 5 know you guys produced your own energy and bought
- 6 from yourselves until tonight.
- 7 When you talk about the fact that you
- 8 need to be profitable and you need to make X amount
- 9 of money so that it is comparable to other utilities,
- 10 what utilities? Who? I mean, I work for the
- 11 government. I know how these shell games work. If
- 12 you are comparing yourself to a company in California
- 13 where they make a considerable amount more money than
- 14 we do in southern Illinois, sure, you are going to be
- 15 at the low end. If you are comparing yourself to New
- 16 York, sure, or even Chicago. But who are you
- 17 comparing yourself with? Are you comparing yourself
- 18 with somebody that's comparable to what you do? I
- 19 very seriously doubt that.
- 20 Last, I think we are forgetting about
- 21 the trickle down of this. We are talking about our
- 22 residents. We are all setting around bundled and

- 1 cold. We are forgetting about the fact that there
- 2 are small business that are taking a nose dive, and
- 3 those that are staying in business with the up cost
- 4 of utilities, who pays for that? We do. We pay for
- 5 it more in our house. Now we pay for it more in the
- 6 stores. And it is getting to where with every
- 7 business that we lose, every small business that goes
- 8 under who doesn't have the write-offs or the benefits
- 9 of being able to just up their price arbitrarily
- 10 because if they up their prices, their customers go
- 11 elsewhere, unlike with Ameren.
- 12 And I think the final coup-de-gras for
- 13 me last year, I bit into, yeah, they must need to
- 14 make more money to do this and this and this. But
- 15 when they got on television and a woman said that the
- 16 executives -- they have really exceptional bonuses,
- and she said, "Well, they didn't do this for
- 18 themselves. Human resources did that." Oh, isn't
- 19 that something. Their people who are way down the
- 20 totem pole below them went ahead and gave them this
- 21 bonus, and they have no influence on them? Look, we
- 22 didn't fall off the turnip truck and we didn't buy it

- 1 then and we are certainly not buying it now.
- 2 HEARING OFFICER BENSKO: Thank you, Susan.
- Rose Wilson. Rose Wilson.
- 4 MS. WILSON: Good evening. My name is Rose
- Wilson, R-O-S-E, W-I-L-S-O-N.
- I don't have very much to say. But I
- 7 invite all the top executives of AmerenIP and all of
- 8 their subsidiaries to leave their million dollar
- 9 mansions and move for one year and move into the
- 10 homes of the working people here that pay their
- 11 salaries and their oh-so-small bonuses.
- 12 After a year of struggling with bills
- 13 like we do and trying to make choices and budgeting,
- 14 maybe they would have a different outlook what real
- 15 life is really like, and then the profit margin that
- 16 they make seems to be exorbitant.
- 17 And I ask the Illinois Commerce
- 18 Commission to work for the people and not for the
- 19 companies.
- Thank you.
- 21 HEARING OFFICER BENSKO: Thank you, Rose.
- Bob Engelke.

- 1 MR. ENGELKE: Yeah, my name is Bob Engelke.
- 2 That's spelled B-O-B, you can spell that backwards or
- 3 forwards. It comes to the same thing. And the last
- 4 name is E-N-G-E-L-K-E.
- 5 And the thing I have is how much money
- 6 is Ameren contributing for political campaign funds?
- 7 Is this what our rate increase that they are asking
- 8 for, is that what they are going to use this for?
- 9 Because it seems to me, and I have read this in the
- 10 Belleville paper a lot, that a lot of politicians are
- 11 getting a lot of money for political campaigns.
- 12 And also the Village of Edwardsville
- 13 over there, they built a new YMCA and guess who
- donated \$90,000 to the YMCA to build an olympic size
- 15 swimming pool. Well, you know what, I could care
- less about the YMCA, and I guess you can tell I don't
- 17 go to the YMCA. But there is a lot of people in this
- 18 audience and I see a lot of retired people here, that
- 19 don't go to the YMCA because they probably can't
- 20 afford it. And also the YMCA charges people to go
- 21 there. I am sure they can earn money enough to build
- 22 this swimming pool themself. They don't need

- 1 contributions from AmerenIP.
- 2 And also back years ago I came from --
- 3 I drove up here, I drove 40 miles. I came from
- 4 Livingston, Illinois, and there is probably a lot of
- 5 people here and I imagine a lot of people at that
- 6 table don't even know where Livingston, Illinois, is
- 7 at. But being from a small community you get on a
- 8 lot of committees if you are concerned about your
- 9 community and everything. And I was on the police
- 10 committee, I was on the city board, I was a township
- 11 trustee, I was township supervisor. And this
- 12 gentleman here was talking about the energy
- 13 assistance program. Well, I did that for Olive
- 14 Township. Livingston is in Olive Township. And I
- 15 did that for Madison County, I took applications.
- 16 And I want to say I never heard of anybody that could
- 17 get any kind of energy assistance making \$50,000 a
- 18 year. It was somewhere -- and I don't remember
- 19 because I haven't done it for several years now -- it
- 20 was somewhere like 36, 37 thousand dollars and then
- 21 you had to have like eight people living in your
- 22 household to be eligible for energy assistance. And

- 1 that's sad. And our politicians are running around
- 2 here talking about 50, 60 thousand dollars a year
- 3 like it is poverty level. We have got a lot of
- 4 people who is living out here on 20, 25, 30 thousand
- 5 dollars a year. And I will tell you another thing,
- 6 my mother just passed away January 8. She was 94 in
- 7 five months. And anybody want to take a guess how
- 8 much she was making? She was a farmer's wife; we
- 9 lived on a farm. Anybody want to take a guess? She
- 10 was getting \$460 a month. My brother was power of
- 11 attorney for her, took care of her checks and
- 12 everything. That one month, for some reason I don't
- 13 know, we got a check for \$400 for her electric bill.
- 14 My brother calls and says, "What's this about?" And
- they said, "Well, it's too bad; you have got to paid
- 16 it." There was no consoling, there was nothing that
- 17 we could talk about, any kind of payment plan. And
- 18 that's another thing. As far as the supervisor
- 19 thing, when I did this energy assistance, I tried to
- 20 work things out with the power company as far as when
- 21 people came to me I would call Illinois Power trying
- to work out some kind of plan where these people

- 1 could catch up on their billing like in the winter
- time, things were bad, bills were higher, you know
- 3 and everything, and they put them on a payment plan.
- 4 But, boy, the first time they missed that payment,
- 5 they would shut their power off. You know, so that's
- 6 not going to help those people, you know. And the
- 7 thing of it is, you guys can charge all the rates you
- 8 want to, but what are you going to do when everybody
- 9 can't pay their bill and you shut everybody off?
- 10 Then where are you going to make your money from?
- 11 You going to raise your rates again?
- 12 Thank you.
- 13 HEARING OFFICER BENSKO: Thank you, Bob.
- 14 Kim Dillard. Kim Dillard?
- Jeannie Edwards.
- 16 MS. EDWARDS: Jeannie Edwards, J-E-A-N-N-I-E,
- 17 Edwards, E-D-W-A-R-D-S.
- I called Ameren about my budget
- 19 billing because when it came out, they said that it
- 20 was going to -- you had to pay up at the end of the
- 21 year what you owed over. And I called them up
- 22 because it was in December and I said can I get it

- 1 changed to a different month, like in early spring
- 2 when my bill levels itself out more. And they said,
- 3 no, it had to stay in December. I didn't start
- 4 budget billing in December. It was like in the
- 5 summer.
- 6 And that's not going -- you know, they
- 7 say they want to help people, but when people call
- 8 for help, they don't want to do anything. You know,
- 9 they come up with another excuse for it.
- 10 You know, people can't afford it,
- 11 especially at Christmas time, you know. You are
- 12 taking enough away from the people and then now you
- 13 have got to add Christmas in it. And the man
- 14 earlier, the way he was dressed, where I work at, I
- 15 was helping Brad with the petitions, and there was a
- 16 lot of elderly people that came in there and said
- 17 that their thermostats were at 60 and they have got
- 18 to wear sweaters and everything in their house. They
- 19 work all their life to have to sit in a cold house
- 20 now? That's not right.
- 21 I am sure you guys don't. You make
- 22 plenty of money. You have don't have to sit around

- 1 in sweaters. You ought to think about the other
- 2 people that don't make as much money as you.
- 3 Thank you.
- 4 HEARING OFFICER BENSKO: Thank you.
- 5 Scott Tyler.
- 6 MR. TYLER: Hello. Scott Tyler of Belleville.
- 7 I would like to thank the ICC --
- $8 \quad T-Y-L-E-R$.
- 9 I would like to thank the ICC for
- 10 giving Belleville residents a forum to be heard. Now
- I hope you are willing to listen and act on what we
- 12 have to say. Hopefully, you can tell by the turnout
- 13 here we are very concerned about this.
- 14 The ICC has already allowed Ameren to
- 15 use reverse auctions to price electricity in
- 16 Illinois. Reverse auctions were planned, designed
- and created by the power companies as a legal way to
- 18 artificially inflate prices. An independent study by
- 19 the Yarborough National Lab and the U of I has shown
- 20 the reverse auction created prices approximately 40
- 21 percent higher than market prices for comparable
- 22 wholesale electricity markets and approximately

- 1 doubling the actual cost of producing electricity.
- 2 Based on this unfair price gouging,
- 3 the Illinois Attorney General filed a complaint with
- 4 the Federal Energy Regulatory Commission alleging
- 5 price manipulation. This complaint was dropped as
- 6 part of the deal Illinois lawmakers cut with Ameren
- 7 that resulted in the rate relief package of 2007.
- 8 But that doesn't mean price manipulation didn't
- 9 happen because it did, without a doubt.
- 10 Anyhow, the Illinois lawmakers cut a
- 11 deal, and what a deal it was. Rebates stretched out
- over four years at an average of 130 bucks for a
- 13 typical household. Well, my power bill, along with
- 14 the majority of the people in this room, power bill
- 15 went up over \$130 in one month. So where exactly is
- 16 our rate relief? We can't see it. Our relief check
- 17 went straight back to Ameren, along with more money,
- just to pay for one month's bill.
- 19 By Ameren's own admission the 2007
- 20 rate increase is approximately 400 million. That's
- 21 1.6 billion over four years. The great deal
- lawmakers negotiated was to return 488 million of

- 1 that 1.6 billion. There isn't one company in America
- 2 that wouldn't be thrilled to be asked for 1.6 billion
- 3 and be forced to settle for only 1.1 billion.
- 4 Exactly who was relieved here? It sure wasn't us.
- 5 Still that wasn't enough. Here they
- 6 come. They are asking for another quarter of a
- 7 billion. So much for the relief package. If this
- 8 was such a great deal for taxpayers, why did the
- 9 Senate president, Emil Jones, who just happens to be
- 10 Ameren's and ComEd's largest donation recipient by
- 11 far, why exactly did Emil Jones feel the need to make
- 12 a one-man stand and use a parliamentary procedure
- 13 that has never been used in the history of the
- 14 Illinois legislature to block that rate freeze. One
- 15 man stopped every one of these politicians who said
- 16 they were fighting for Illinois taxpayers. One man
- 17 all by himself stopped the entire legislature in
- 18 their tracks. How can that be? That alone is enough
- 19 to tell everyone here that that deal was rigged from
- 20 the beginning.
- 21 Ameren is already collecting more than
- 22 enough from Illinois taxpayers to cover the costs to

- 1 provide reliable services and make a healthy profit
- 2 for their stockholders. But here we are, forced to
- 3 listen to them put their spin on all this.
- 4 Of course, they are going to deny
- 5 every bit of this. Their people are going to tell us
- 6 AmerenIP is barely getting by. They will give us
- 7 improper accounting proposals. There will be
- 8 omissions. They will overstate costs and understate
- 9 their bank accounts, just as they have done in
- 10 Missouri, just as ComEd is doing up north right now.
- 11 Ameren has experienced record profits
- 12 for the last ten years, but Ameren is smart. Power
- 13 companies are smart. They branch out into small
- 14 companies. They tell us they are losing money. They
- 15 tell us they are going broke. They tell us they need
- 16 to lay off people or even file bankruptcy. But they
- 17 can twist the numbers anyway they like. The truth is
- 18 Ameren is making money hand over fist. They wouldn't
- 19 have bought Illinois Power in the first place if it
- 20 was a losing proposition. This wasn't a calculated
- 21 risk on their part. They did the study, crunched
- 22 numbers. They knew damn well they could get in the

- 1 Illinois market and target certain politicians and
- 2 throw wheel barrels full of money at them and raise
- 3 our rates. They knew they could not only get the ICC
- 4 to allow them to manipulate prices with the reverse
- 5 auction, they also knew that they could branch off
- 6 another company and sell the electricity right back
- 7 to themselves for twice what it costs them to produce
- 8 it. What a deal for them. Ameren had a plan for
- 9 Illinois, and so far it is working to perfection.
- 10 Why can't the ICC see this? Because we sure can.
- 11 Ameren already has a monopoly, a legal
- 12 monopoly. Deregulation didn't work. ComEd and
- 13 Ameren swallowed up all the energy companies in
- 14 Illinois and have been strangling Illinois taxpayers
- 15 ever since. For them to have the gall to come in
- 16 here and ask for another rate increase is not only
- 17 absurd, it contradicts everything they have told us
- 18 about rate relief. They have been forced to return
- 19 488 million of the 1.6 billion. Now they turn right
- 20 around and ask us for half of that money back.
- 21 Haven't we given them enough? Does the ICC really
- 22 need to allow them to take another quarter billion

- 1 out of the Illinois taxpayers and out of the Illinois
- 2 economy? No. The answer is no.
- 3 Thank you.
- 4 HEARING OFFICER BENSKO: Thank you, Scott.
- 5 Kenneth Dunahee. Kenneth
- 6 D-U-N-A-H-E-E?
- 7 Alray Zipfel or Frank Zipfel.
- 8 MR. ALRAY ZIPFEL: Good evening. Thank you.
- 9 What I would like to speak a little
- 10 bit about tonight is the accountability and
- 11 responsibility.
- 12 HEARING OFFICER BENSKO: Could you --
- 13 MR. ALRAY ZIPFEL: My first name is Alray,
- 14 A-L-R-A-Y, last name, Zipfel, Z-I-P-F-E-L.
- I would like to speak a little bit
- 16 about accountability and responsibility. I don't
- 17 know about anyone else. We have heard a lot of
- 18 stories tonight about people struggling to make their
- 19 payments on these outrageous bills. I know I for one
- 20 struggle month to month. I wrap up in bundles of
- 21 clothes. It is kind of like we are headed into a
- 22 third world country. And I frankly wonder how you

- 1 people sleep at night thinking about the babies, the
- 2 senior citizens, the older people, that are trying to
- 3 keep warm, that are struggling from month to month to
- 4 make these payments, and to stay above water.
- I know this is all about big business
- 6 and about greed. And it is not just Ameren. It is
- 7 all big business. No one wants to accept a cut in
- 8 big business. It is all the little guy has to
- 9 continue to pay. It all trickles down to me and the
- 10 rest of us in here and accountability and
- 11 responsibility, and we all will answer to that one
- 12 day. And if you all can go to bed at night and be
- 13 comfortable with the decisions that you make
- 14 regarding this, then you have to live with that.
- So, frankly, I really don't have much
- 16 more to say because everything else has been said
- 17 tonight, and I thank you for allowing me to say what
- 18 I had to say.
- 19 HEARING OFFICER BENSKO: Thank you, Al.
- 20 Frank Zipfel. Frank.
- 21 MR. FRANK ZIPFEL: My name is Frank Zipfel,
- 22 Z-I-P-F-E-L.

- I just want to say I am on disability,
- 2 me and my wife. And we make about 35, 38,000 a year,
- 3 and we can't make it. If the rates go up again, we
- 4 will completely lose our home and everything. And I
- 5 feel it's not necessary to have a rate increase.
- 6 This is ridiculous. There is people out there who
- 7 are so poor they can't even -- they have to sleep in
- 8 the streets. They don't have a roof over their head,
- 9 and you know that.
- 10 That's all I have got to say. And
- 11 where is the assistance. Somebody said you can get
- 12 assistance for 55,000? Well, I called up and asked
- 13 for assistance. They laughed at me. Now, I thank
- 14 you for that, too.
- 15 HEARING OFFICER BENSKO: Thank you, Frank.
- 16 Ronald Martin.
- 17 MR. MARTIN: Yeah, it's Ron Martin,
- 18 M-A-R-T-I-N. I'm from Caseyville.
- 19 A lot of things have been covered
- 20 tonight, but I will touch on them briefly. I was a
- 21 career project manager for SAS Electric who was a
- 22 preferred electrical contractor for Ameren, worked on

- 1 a lot of their projects throughout Illinois and
- 2 Missouri. And I saw this shell game coming a long
- 3 way back. This regulated-unregulated power house
- 4 supplier bullshit, it was a shell game. Everybody
- 5 knew it was.
- 6 When I made out my billings every
- 7 month, I had to be told is it going to the regulated
- 8 side or the unregulated side, you know. There is a
- 9 whole lot of tax advantage here for us. And along
- 10 with it I worked for a contractor. That's my job.
- 11 But like I say, I saw it coming. I'm
- 12 kind of disappointed in myself for that. Everybody
- 13 knows it is nothing but greed, a big money grab.
- 14 Every year those guys are bragging to me, hey, you
- 15 know how much money we made? Another 400 million
- 16 this year. Eliminated about 200 jobs. But the
- 17 company is doing good and our shareholders are making
- 18 lots of money. And that's what it is all about.
- 19 HEARING OFFICER BENSKO: Thank you, Ron.
- 20 Ken Strong.
- 21 Liz Poole.
- 22 Edward Elmore.

- 1 MR. ELMORE: My name is Edward Elmore. I am
- from Belleville, Illinois. E-L-M-O-R-E.
- I have listened to a lot of very
- 4 knowledgeable, experienced, effective and concerned
- 5 people this evening, and I actually tailored some of
- 6 the things that I really wanted to say so I won't
- 7 burden the people in this meeting with them any more.
- 8 I just got three basic questions that
- 9 I would like to be answered either by the Commission
- or by Ameren. And that is, we have heard terms this
- 11 evening about competition and monopolies. Well, as
- 12 best as I can discern what Ameren is, it is a shared
- 13 monopoly regulated by the state or some other
- 14 government. It is a shareholder-owned regulated
- 15 monopoly. And if I am wrong about that, then
- 16 somewhere down the line when all these questions are
- 17 answered, I would surely like to hear the final
- 18 answer to that.
- 19 The second question that I have got
- 20 for Ameren is, well, we heard you talk this evening
- 21 about you needed a seven percent return on your
- investment. And then you put a dollar bill up there

- 1 split three ways. Well, my question is, which part
- of that three-way dollar are you going to apply that
- 3 seven percent to or are you going to apply it to the
- 4 seven percent of the whole? Because that's a lot
- 5 more money than the seven percent to any one of those
- 6 pieces. So I would like to have some clarification,
- 7 and I believe that that's the way you laid that out
- 8 earlier this evening, is that right? The dollar
- 9 bill, you split it up in three?
- 10 HEARING OFFICER BENSKO: Well, we will do that
- in the question and answer period in just a few
- 12 minutes.
- 13 MR. ELMORE: So I would like that clarified.
- 14 The other question that I have is, I
- 15 have heard some statements about people who are
- 16 affected by rate increases, not only by Ameren, by
- 17 other utilities as well. And I heard some figures
- 18 mentioned about CDs and people living off of Social
- 19 security. If you are living off of Social Security,
- 20 you are dead in the water right off of the bat
- 21 because you are not able to make it right now. You
- 22 are on relief in one form or another or else you have

- 1 somebody helping you out. I can tell you that right
- 2 now.
- 3 There are a lot of people who are
- 4 fortunate enough to be able to have some form of
- 5 401K, CDs, money markets or other financial
- 6 instruments that they invested in prior to their
- 7 retirement. But unless I miss what I have been
- 8 reading and since I am one of those and I pay pretty
- 9 much attention to it, you are lucky if your overall
- 10 return on all those instruments, regardless of what
- 11 they were, are three and a half to four percent. So
- in comparison to a seven percent, that is a big
- 13 difference. And that difference of three percent and
- 14 the marginal propensity of what your overall income
- is could very well affect you a lot more than what a
- 16 lot of people think.
- 17 So I would like to somewhere, either
- this evening or somewhere in the paper or somewhere
- 19 down the line, to have some of that clarified for me.
- 20 Because right now there is no way in the world that I
- 21 can believe that Ameren has experienced the type of
- 22 financial problems that would merit their coming

- 1 before the Commission and asking for that type of a
- 2 rate increase.
- 3 Thank you very much.
- 4 HEARING OFFICER BENSKO: Thank you, Edward.
- 5 The next name, Don, it's R-E-N -- and
- 6 it's from the Original Springs Hotel.
- 7 Rose Mary Aiello.
- 8 Ed Ford.
- 9 MR. FORD: My name is Ed Ford. That's E-D,
- 10 F-O-R-D. I am not related to Henry Ford or if I was,
- 11 I wouldn't be here.
- Most everything that I wanted to say
- 13 has been said, but I wanted to mention that this has
- 14 been very, very poorly planned. The people here --
- if you thought that this room was going to hold
- 16 everybody that's here, there is something wrong. Or
- 17 you were very smart. I am sure there is people
- 18 leaving now that are tired of waiting. Why couldn't
- 19 we have this like in a high school that would hold
- 20 like 500, 600, 700. I am sure this was planned very
- 21 smartly. I am fed up about it.
- To sum it up, Ameren pays a \$2.54

- 1 dividend. That's good. Most companies do not pay
- 2 \$2.54 dividends, if you would look at the stock
- 3 market. Has Ameren ever thought -- possibility, I
- 4 don't know, I am just asking -- of a stock split,
- 5 maybe a two for three, a one for three, two for one,
- 6 I don't know. But by having a stock split I feel
- 7 that it would generate, possibility, a billion
- 8 dollars for operating expense, instead of coming on
- 9 to the people of Illinois and St. Louis.
- 10 Think about it, buy a stock -- oh, I
- am sure the employees of Ameren will be extremely
- 12 happy. But at the same time I feel like by doing
- 13 that, it would generate a large sum of money that was
- 14 coming in because there is people that could afford a
- 15 cheaper stock as opposed to a higher stock. And by
- 16 purchasing Ameren stock, that's a very good company
- 17 to invest in. Something to think about. This way
- 18 you would not come back to the people of Illinois.
- 19 That's all I have to say. And again
- this was very poorly planned. Thank you.
- 21 HEARING OFFICER BENSKO: James Harris. James
- 22 Harris.

- 1 Lloyd Stancliff.
- 2 MR. LLOYD STANCLIFF: Ladies and gentlemen,
- 3 Lloyd, L-L-O-Y-D, S-T-A-N-C-L-I-F-F.
- In the interest of brevity I have one
- 5 question. I moved into my home 48 years ago and my
- 6 average monthly electric and gas cost per month was
- 7 less than \$50. I still live in the same home. I
- 8 have had two furnaces. I have a high efficiency
- 9 furnace. My last bill in February was \$500. I don't
- 10 know that the increases that have gone in the past
- 11 are of much importance. The only thing is that
- 12 everything else has increased 6, 7, 8 percent. And
- 13 if my electric and gas bill is increased seven
- 14 percent, I think you are getting enough money.
- Thank you.
- 16 HEARING OFFICER BENSKO: Thank you, Lloyd.
- 17 David Stancliff. David.
- 18 MR. DAVID STANCLIFF: My name is David
- 19 Stancliff, S-T-A-N-C-L-I-F-F, D-A-V-I-D. This is
- 20 supposed to be a question period. I have two
- 21 questions or several questions for Ameren.
- For Ameren, how dare you? And you

- 1 have no conscience. And also don't you realize there
- 2 is a higher power and authority that's higher than
- 3 your power and authority, that sees everything that
- 4 you do? And everyone that's with sin and inequity in
- 5 life, none of us are perfect. But how dare you?
- 6 That's all I have to say.
- 7 Thank you.
- 8 HEARING OFFICER BENSKO: Thank you.
- Joe -- 315 Sycamore.
- Thomas Daly, 1199 McPherson.
- MR. DALY: First of all, this doesn't have to
- 12 be on the record. I would like to submit what I am
- 13 going to read here. I have got three copies, not
- 14 knowing that there was five in total for the
- 15 Commissioners, and I hope it is tagged with my
- 16 narration here this evening.
- 17 The name is Thomas Daly, D-A-L-Y, as
- 18 you heard 1199 McPherson. I live in Alton, Illinois.
- 19 I have a couple documents here and
- 20 then the letter that I would like to address for the
- 21 Committee. I sent this short message to AmerenUE
- 22 when I paid my December electric bill and it reads,

- 1 "Please forward the two closed articles to Scott
- 2 Sisel. Dear Mr. Sisel, I assume the Rainwater Ameren
- 3 mission statement applies to AmerenCIPS as well as to
- 4 AmerenUE. When you argue your delivery rate
- 5 increase, please be honest with your presentation and
- 6 consider rather costs to ratepayers as part of the
- 7 responsibility of Ameren's presentation." I enclosed
- 8 a text message in the margin of the Ameren mission
- 9 statement, and let me read that. "Developed by
- 10 Ameren's senior team under the leadership of Chairman
- 11 and Chief Executive Officer Gary Rainwater, Ameren's
- 12 vision, mission and values are the foundation of our
- 13 company's future. Ameren's mission is to generate
- 14 electricity, deliver electricity and distribute
- 15 natural gas in a safe, reliable, efficient and
- 16 environmentally sound manner. Our vision is to be
- 17 the recognized performance leader of the U.S.
- 18 electric and gas utility industry.
- "Being a performance leader means we
- 20 will achieve operational excellence, industry leading
- 21 customer satisfaction and superior financial
- 22 performance. In pursuing our mission and vision

- 1 Ameren is guided by five core values:
- 2 "Integrity, we will manage our
- 3 business honestly and ethically. We will always do
- 4 what is right and take personal responsibility for
- 5 our actions. We will behave in a way that earns the
- 6 trust and respect of all our stakeholders and
- 7 enhances the representation of our company.
- 8 "Respect. We will treat all people
- 9 with dignity and respect. We will create a work
- 10 environment that attracts, supports and retains a
- 11 high quality culturally-diverse work force capable of
- meeting the challenges of a competitive environment.
- "Stewardship, we will build and
- 14 improve on the business entrusted to our care. We
- 15 will be good stewards of our stockholders;
- investments, of our employees welfare and our
- 17 customers' trust in us to provide their energy needs.
- 18 We will be dedicated to meeting our social, community
- 19 and environment responsibilities.
- 20 "Teamwork, we will work as a team
- 21 leveraging balance and skills in a spirit of
- 22 cooperation and trust, holding each other mutually

- 1 accountable to achieve our common vision.
- 2 "Commitment, we will commit ourselves
- 3 to the success of our business, to the pursuit of
- 4 excellence, to the safety of our employees and to
- 5 provide an industry leading quality of service to our
- 6 customers."
- 7 My question then to Sisel which was
- 8 responded to was -- this was Rainwater. That's
- 9 the -- excuse me, he is the St. Louis, yeah, AmerenUE
- 10 over the corporate umbrella, the big kahuna. Now,
- 11 "Dear Mr. Daly, January 24," this is by Stan Ogden
- 12 that was out in the hall. Who is Stan Ogden? Okay,
- 13 you wrote to me.
- 14 "Dear Mr. Daly, thank you for your
- recent note to Mr. Sisel dated December 30, 2007.
- 16 Mr. Sisel, after reading your letter, referred it to
- 17 me for a response. Your letter addresses issues
- 18 surrounding the company's request for a rate
- 19 increase. First, your assumption is correct.
- 20 Ameren's mission statement applies to all Ameren
- 21 companies, including the Ameren Illinois utilities.
- 22 Ameren's missions and values are shared and upheld

- 1 throughout the entire Ameren organization.
- 2 "One of the most important values
- 3 entrusted to our care is to deliver electricity and
- 4 natural gas in a safe, reliable, efficient and
- 5 environmentally sound manner. Achieving operational
- 6 excellence does not happen by accident. It is an
- 7 intentional action that requires diligent planning,
- 8 maintaining the company's infrastructure is it safely
- 9 deliver electricity and natural gas that is vital to
- 10 the well being of both our customers and employees.
- "No one likes paying higher utility
- 12 rates. The increase we are seeking is to maintain
- 13 and improve our system. We have experienced
- 14 increases in the materials we purchase to enhance our
- 15 distribution systems. The increase to the monthly
- 16 charges of a typical customer is expected to be less
- 17 than \$6 per month. We trust that the increase we are
- 18 seeking will bring increased safety and reliability
- 19 to our customers for years to come. Thank you.
- 20 Sincerely, " blah, blah, blah.
- 21 Reading that then takes me to the
- 22 concept of what Ameren is, legally, here in the state

- of Illinois. And it is a state-authorized for-profit
- 2 monopoly. And I suggest that Ameren, if you are
- 3 going to follow this mission statement and the
- 4 platitudes that are contained therein, that you then
- 5 practice what is said there and you open up, as they
- 6 are saying in the election, complete transparency, no
- 7 phoney accounting, open up your books, all your
- 8 profit, all the corporate pay, all the bonuses, all
- 9 the perks that you guys get -- and you get them and
- 10 you know it -- and open up and disclose complete
- 11 interest such as buying -- I was seated earlier out
- in the hall listening.
- 13 You buy from your own incestuous
- 14 corporation umbrella; you buy from your own sources.
- 15 And you say you just deliver electricity, but you are
- 16 making money under that Rainwater corporate umbrella.
- 17 You are making a lot of it. I don't know what the
- 18 figures are, but you know what they are and you know
- 19 that is true. I dare you to stand up and deny it
- 20 later on.
- Now, in closing, if you want that
- 22 Commission to grant your rates, then open your books

- 1 voluntarily as I am suggesting, be transparent.
- 2 Don't say we are going to wait for legislation to
- 3 force us to do it. Do it voluntarily if you follow
- 4 that mission statement.
- I sent to Gary or to Scott Sisel also,
- 6 and maybe it was a little bit immature of me but I
- 7 was upset at the time, an article about -- and I am
- 8 sure you folks are aware of it -- the Hannah Montana
- 9 thing out of Houston, Texas, where a mother on behalf
- of her six-year old girl, her daughter, had them
- 11 write a letter to the store or the chain of stores
- 12 that were sponsoring four tickets and airline tickets
- 13 and four tickets to the concert sold out up in
- 14 northern New York. And she wrote in there that the
- 15 girl's father, signing off as the six-year old, had
- 16 died in Iraq in April of '07, and it was discovered
- 17 that was a big lie. It wasn't true.
- 18 And I suggested in a commentary to
- 19 Mr. Sisel, I wasn't suggesting he was lying, but I
- 20 said isn't it a shame that our country is reaching
- 21 this low level of dishonesty, and God save us if
- 22 that's where we are going. And you people practice

- 1 your ethics as you were taught back in your college
- 2 years and do the right thing.
- 3 Thank you.
- 4 HEARING OFFICER BENSKO: Thank you, Tom.
- 5 Ron Hageman. Ron Hageman.
- Ruby or Kurt, and I can't read the
- 7 last name.
- 8 MS. LUEBBEN: Luebben. Good evening.
- 9 HEARING OFFICER BENSKO: That's all right.
- 10 Pull it down a little bit. Pull it down.
- MS. LUEBBEN: Okay. I am Ruby Luebben,
- 12 R-U-B-Y, L-U-E-B-B-E-N, and I just have a few things
- 13 to say.
- 14 First to the ICC, I want to voice my
- objection to a rate hike. And to Ameren I have three
- 16 suggestions, cut out the ads. Since nobody is in
- 17 competition with you, cut out those ads. Cut out the
- 18 lobbying and cut back on profits.
- 19 HEARING OFFICER BENSKO: Thank you, Ruby.
- 20 Rodney Rogger. Rodney Rogger.
- 21 Larry Moore.
- MR. MOORE: My name is Larry Moore, L-A-R-R-Y,

- $1 \quad M-O-O-R-E$.
- 2 And I want to second what somebody
- 3 said before about -- I know you were saying you are
- 4 going to have three more of these meetings. I
- 5 suggest, given the turnout you have here, you might
- 6 want to reschedule them in a larger room next time,
- 7 not have everybody packed in the hallway outside.
- 8 HEARING OFFICER BENSKO: I will take that under
- 9 consideration. I was the one that scheduled the room
- 10 tonight, no one else.
- 11 MR. MOORE: And I can understand you might
- 12 think maybe a lot of people wouldn't show up, but I
- 13 think we have a lot of fervor in this state over
- 14 this.
- I think it is breathtakingly audacious
- 16 for Ameren to have the nerve after the rate increase
- 17 of last year to ask for yet another one. The
- deregulation process started in Illinois in 1997 was
- 19 supposed to lead to competition. But instead has
- 20 given power in 2008 to what is in effect, if not
- 21 actual fact, a monopoly, Ameren.
- One gentleman before me talked about

- 1 the nature of corporations. Well, the nature of
- 2 monopolies, look at American history, is to get as
- 3 much as possible. In fact, regulatory agencies like
- 4 the ICC were set up to protect consumers, the average
- 5 citizens who do not have the wherewithal to hire
- 6 high-priced lobbyists and make large donations to
- 7 politicians against just this sort of thing.
- 8 We see all kinds of ways to juggle
- 9 financial figures to make an entity, in this case
- 10 Ameren, look poor and needy. Last year during the
- 11 rate relief negotiations Ameren would say oh, no, we
- 12 can't do this and oh, no, we can't do that. Guess
- 13 what? Some of those things they said they couldn't
- 14 do, surprise, they did under the final negotiated,
- 15 quote, rate relief, unquote, plan.
- 16 It is said figures lie and liars
- 17 figure. We ask you, the ICC, to protect us, the
- 18 citizens of Illinois, from the greed of Ameren and
- 19 reject this increase.
- Thank you.
- 21 HEARING OFFICER BENSKO: Thank you, Larry.
- Donna Margiotta, M-A-R-G-I-O-T-T-A.

- 1 Harold Ables.
- 2 The next one I just -- I think the
- 3 last name is Huber. Starts with a W.
- 4 Ron Trame.
- 5 MR. TRAME: Yes, it's Ron, R-O-N, Trame,
- 6 T-R-A-M-E. I live in rural Lebanon.
- 7 One thing I would like to do is get
- 8 the Ameren accountants to do my taxes for me.
- 9 Because if they would do that, I would save enough
- 10 money, I would have no problem paying my bills. They
- 11 did a wonderful job. I like the way they did that.
- I am a little shocked. I came here
- and I listen out in the hall, hearing that if I made
- 14 \$50,000 a year, I could get help with my power bill.
- 15 If a family of four made \$80,000 a year, they could
- 16 get help on their power bills. There is something
- 17 wrong with a country, with this country, if I am
- making 50 grand a year and I can't pay my power bill,
- 19 number one. And, number two, if the government is
- 20 stupid enough to help me with it, this is the
- 21 problem.
- 22 A lot of people are complaining about

- 1 Ameren. The problem here is Ameren is a corporation
- 2 trying to make money. They have got to make a
- 3 profit. I understand that. I am in the stock
- 4 market. A lot of us, even though you don't realize
- 5 it, are at fault for this. If you have a mutual
- 6 fund, there is a good chance you own utility company
- 7 indirectly. You want to make money. I want to make
- 8 money. We all want to make money.
- 9 The problem is the politicians. It is
- 10 a regulated utility. And what part of regulate does
- 11 the Commerce Commission not understand? They are not
- 12 doing a good job. The politicians, politics -- a
- 13 long time ago I thought I would want to get into
- 14 politics at some point in time. I got elected to the
- 15 local school board, spent four years there,
- 16 discovered after four years I couldn't lie, cheat and
- 17 steal good enough to be good at this. Obviously,
- 18 those that are there now are doing a better job than
- 19 I could.
- 20 And I am not trying to insult our
- 21 politicians. What our politicians need to look at,
- 22 and I am talking all of them, nationwide, here, the

- 1 Commerce Commission, everybody needs to learn their
- 2 history book. Every government in history has
- 3 failed. The thing that scares me is things like this
- 4 tell me this one is failing. We don't want to be
- 5 here when it fails. I want to be buried in the
- 6 ground when this system fails. It is the best
- 7 government in the world, at least it has been.
- 8 Things like this, these kind of problems, when enough
- 9 people can't pay their bills, Ameren is gone. Trust
- 10 me. The whole system fails. If enough people cannot
- 11 pay their bills, this will happen.
- The public service commission needs to
- 13 do their job. If they don't, something will be done
- 14 about it. Revolutions have happened over less.
- Thank you.
- 16 HEARING OFFICER BENSKO: Thank you, Ron.
- 17 Ron Davinroy, D-A-V-I-N-R-O-Y. I told
- 18 you I would mess them up.
- MR. DAVINROY: First name Ron, R-O-N, last name
- is Davinroy, D-A-V-I-N-R-O-Y.
- 21 The last ten years I have been with a
- 22 large financial firm as a financial advisor. Twenty

- 1 years prior to that I worked for Ameren Electric in
- 2 management, and you might say that I have been well
- 3 schooled in business ethics. That means full
- 4 disclosure. In my business full disclosure, if you
- 5 miss doing that, you could be sued and also lose your
- 6 license which is a very serious matter.
- 7 So one of the things I was hoping to
- 8 hear when I got here tonight was full disclosure, and
- 9 what I have here is some things from an investment
- 10 standpoint that hasn't been stated yet that you might
- 11 find of some interest.
- 12 If you listen to the Ameren
- 13 presentation to start with and looked at their
- 14 literature, their financial plight would certainly
- bring tears to a glass eye. It is sad. Now, they
- 16 have revenues, current revenues -- this is published;
- 17 you don't have to believe me, you can look it up on
- 18 the internet -- \$688 billion was their revenue, their
- 19 earnings were 558 million, earnings per share 2.76.
- 20 That's \$2.76. Their 52-week share price range was
- 21 between the low 40s to the mid 50s. It's been
- averaging in the mid 40s lately which means that the

- dividends they pay of \$2.54 cents on 208 million
- 2 shares is \$528 million. That's 90 percent of their
- 3 earnings.
- A Now, that's one of the questions I
- 5 asked Ameren on the phone yesterday. Tim Fox told me
- 6 that the directors decide how much dividend is to be
- 7 paid to the investors. That amounts to 5.73 percent.
- 8 Now, if you look at the banks, you know, you are
- 9 lucky to get four percent on a CD now. 5.73 is
- 10 pretty good. When I was still in the investment
- 11 business, until I retired at the end of this last
- 12 year, Ameren was on a buy list. We thought it was a
- 13 good company. Two reasons, they make a lot of money.
- 14 Secondly, they have all kinds of ways to get their
- 15 rates up. And that goes with a lot of utilities that
- 16 I could mention, but it is especially true of Ameren.
- 17 They are very, very solid financial company.
- 18 They have some rather nice
- 19 organization running it. Their CEO, Mr. Rainwater,
- 20 makes 3.2 million, 3.24 million to be exact.
- 21 Mr. Voss, COO, Chief of Operating Officer 1.2;
- 22 Mr. Baxter, Chief Financial Officer, 1.27 million;

- 1 Mr. Sullivan, general counsel, 950,000 and change;
- 2 and the senior VP, Mr. Naslund, is a little over
- 3 three-quarters of a million. So it totals up to
- 4 about seven and a half million, and that's what
- 5 published. Now, there are seven V.P.s that aren't
- 6 even mentioned as far as how much they are paid.
- 7 There is 13 directors and there is eleven -- excuse
- 8 me, two subsidiary presidents of whom I presume you
- 9 buy power from their organizations.
- 10 My suggestion from a business
- 11 standpoint, a business ethics standpoint, we are
- 12 going to try to justify need. You might think about
- 13 telling the whole story. This is just part of it,
- 14 and most of this has been discussed tonight. But
- 15 these are some raw figures that you can't deny. It
- 16 is financial data. It is available for anybody that
- 17 wants to look for it.
- 18 And I have a second question that I
- 19 would like for you to address publicly, maybe in the
- 20 newspaper. That would be when we built our house,
- 21 you said if you make it all electric, we will make it
- 22 special rates, and we did. Well, I think the word is

- 1 "renig." They didn't keep that up. They stopped
- 2 that. They said, "Well, we changed the rates." I
- 3 said, "I know. They are changed. They are up. I
- 4 have seen a hundred percent increase in my bill in
- 5 some months."
- 6 Mr. Fox also told me that he couldn't
- 7 find the original planned rate change. He was
- 8 supposed to call me back today but he did not, so I
- 9 will be talking to him tomorrow. Maybe everybody
- 10 would like to have an answer to this. But at any
- 11 rate, since we are all tightening our belt, let me
- 12 suggest and just ask Ameren to consider let's try to
- 13 get a little more efficient. We can all tighten our
- 14 belt. And the popular political slogan today is
- "change you can believe in." I don't think we have
- 16 believe a whole lot of anything that's being said by
- 17 the people who are presenting their need for a rate
- 18 increase. But the openness and the transparency is
- 19 extremely important.
- The last thing is, it would really be
- 21 nice if you had more people here tonight to hear this
- 22 because these folks are sincere and they have

- 1 problems and they want to see something done. There
- 2 is a lot of them that are getting ripped off.
- 3 Thank you.
- 4 HEARING OFFICER BENSKO: Thank you.
- 5 Patricia Owens. Patricia Owens.
- 6 MR. STELLWAG: Excuse me, sir, I am on the
- 7 list. We need to get her home. May I speak out of
- 8 turn?
- 9 HEARING OFFICER BENSKO: What's your name?
- 10 MR. STELLWAG: Jeremy, last name is Stellwag.
- 11 HEARING OFFICER BENSKO: That's fine. I will
- 12 let you go ahead.
- 13 MR. STELLWAG: Very well. Firstly, I would
- 14 like to apologize for having a wet baby in my arm.
- I don't dare to think I am any more
- 16 eloquent than anybody else who's been up here, so I
- 17 won't rehash what any of the rest of them has said,
- 18 but I would like to make a couple of quick points.
- 19 Number one, I assume everybody on this
- 20 side of the room and that side of the room are very
- 21 well educated individuals. Some of you may have
- 22 heard of a gentleman by the name of John Rawles (sp).

- 1 He wrote a book; it is considered the tome on
- 2 democracy. It is called The Theory of Democracy.
- 3 And in it he states a theory that justice is fairness
- 4 and basically a democracy is the best exercise of any
- 5 ideal of justice as fairness, in other words
- 6 everybody has a say.
- 7 Basically, the bottom line of the
- 8 theory is that you can't give away your rights for
- 9 profit. I am not sure what democracy Ameren lives
- 10 in. But I am pretty sure it is the same one the rest
- of us live in. It is the same one that John Rawles
- 12 lived in when he wrote this book and it is the same
- 13 one that he used as the basis for his book. That
- 14 would be the United States of America.
- We are all citizens of that country.
- 16 We are all citizens of this state. And, therefore,
- 17 we cannot give up our right to warmth, our right to
- 18 comfort, our right to our home, house, you know,
- 19 life, liberty and the pursuit of happiness in this
- 20 day and age. You cannot have that without power.
- 21 You cannot have that without gas. You can't.
- 22 Otherwise, you are living in a hovel heated by

- 1 burning wood.
- 2 Basically, the bottom line that I am
- 3 trying to make here is just because you think we can
- 4 sell our rights out for your profit doesn't mean that
- 5 we can, and according to John Rawles, who every
- 6 single physics teacher I have ever known quotes as
- 7 gospel, you physically cannot. You are asking us to
- 8 do the impossible. That is not fair. That is not
- 9 democratic. Just because you think we can, does not
- 10 mean that we should.
- 11 Lastly, I would like to ask you a
- 12 question that was asked by a very brave man back in
- 13 the late '50s, and I apologize that I can't quote the
- 14 exact year. During the entire red communist scare,
- 15 somebody stood up in front of Congress and looked at
- 16 Senator McCarthy and asked him a very simple question
- 17 that I will ask you.
- 18 And before I ask you this question I
- 19 will state that you are in a sticky situation. You
- 20 can't shut off power. You are in a sticky situation
- 21 such that you cannot not make a profit. The Illinois
- 22 Commerce Commission is in a sticky spot because they

- 1 are stuck in the middle between politics, between you
- 2 and between us. I don't envy any of you. I also
- 3 don't want to be any of you, and I also don't feel
- 4 sorry for any of you.
- 5 I will ask you a question that was
- 6 asked of Senator McCarthy, and that is simply do
- 7 you -- have you no shame? It is that simple.
- 8 HEARING OFFICER BENSKO: Thank you, Jeremy.
- 9 Forrest Attaway.
- 10 MR. ATTAWAY: No thanks.
- 11 HEARING OFFICER BENSKO: LeVerne Wizard.
- 12 MS. WIZARD: Yes, sir. Thank you first of all
- 13 for having the opportunity to do just about all that
- 14 we can do about the situation and that is so that our
- 15 voice be heard.
- 16 HEARING OFFICER BENSKO: LeVerne, could you --
- 17 MS. WIZARD: I am sorry, LeVerne,
- 18 L-E-V-E-R-N-E, Wizard, W-I-Z-A-R-D. I live in East
- 19 St. Louis, Illinois.
- 20 But I guess speaking out is probably
- 21 the only good thing it is going to do is to help my
- 22 ulcers and my acid reflux. I doubt it is going to

- 1 help with a rate increase. But I do stand and join
- 2 all of those who came before me to say that I am
- 3 opposed to it. And I have sat very patiently to get
- 4 this opportunity, and I will try to be respectful of
- 5 the other people and stay within my two minutes.
- 6 Someone mentioned about the timing of
- 7 the hearing and the place. Albeit on a Wednesday
- 8 night at seven o'clock, the first Wednesday of Lent
- 9 for anybody who is a Christian in the house, you can
- 10 feel with me on that. I am a member of the Catherine
- 11 Dunn Center for the Arts and Humanities Board. I am
- 12 a member of Trinity United Methodist Church in East
- 13 St. Louis. I teach school, ninth grade, language
- 14 arts in East St. Louis, Illinois, School District
- 15 189. I am president of the Olivette Park
- 16 Neighborhood Association. I am saying all of that to
- 17 say I wear a lot of hats, and everybody is feeling
- 18 the crunch of the rate increases that continually
- 19 spiral upward.
- 20 Everything is going up except our
- 21 salaries. The last two years ago we were able to get
- 22 a three-year contract and I think we got three, four

- 1 and four, and I think what you are saying is you are
- 2 going to be asking for something like about seven
- 3 percent. We didn't even get half that.
- 4 My other point is I guess there are
- 5 not any companies to pass this onto, the rate
- 6 increase, because we have run all of the companies
- 7 out of the state and out of the Midwest because
- 8 everything keeps going up and their costs keep going
- 9 up, they can't make a profit, so a lot of them have
- 10 left. So I guess we can't pass this onto anybody but
- 11 us as the consumer.
- 12 Secondly, it seems that the people who
- 13 can least afford to pay the higher rates are the ones
- 14 who always get the higher rate put on them. Those
- 15 people who are disenfranchised and who make less are
- 16 the ones who live in the area where the rates are the
- 17 highest. I have friends who live in areas
- 18 surrounding East St. Louis, and while our rates are
- 19 high, they are higher than any of my friends. And we
- 20 talk about this across coffee breaks.
- 21 The last thing that I want to mention
- is the budget plan. It is good of AmerenUE to allow

- 1 those of us who try to live on a budget to pay you so
- 2 much per month. When I moved back here to East St.
- 3 Louis in 2003, I was paying about \$65 a month for the
- 4 budget plan. It started to go up. Last year it was
- 5 81. Now it is 85. But at the end of that year I
- 6 owed you something like \$293.12. You wanted all of
- 7 that money then because that's what I was behind
- 8 because I was paying budget by paying a fixed amount
- 9 every month. And then you didn't want to really work
- 10 with me to work that extra \$300 into my budget. I am
- 11 used to paying \$70 a month; all of a sudden you want
- 12 me to pay you 293, and you only want to offer me
- 13 three equal payments to do it. Otherwise, you are
- 14 going to threaten to shut off my service.
- No one can live without lights, gas,
- 16 water. We all know that. We are at the mercy of the
- 17 utility companies. Everything is spiraling like I
- 18 said except our salaries. Health insurance is going
- 19 up. All of the stress that is put on us because of
- 20 the rising costs and the ability to pay our bills
- 21 causes more stress, and health insurance is going up,
- 22 and it is just like that little fable about the tiger

- 1 going around and he kept going around with the
- 2 butter. There is no end. He just ended up he melted
- 3 away into a big pound of oil on the ground.
- I beg you to find other ways. I mean,
- 5 smart people can always think of ways to do things
- 6 other than what seems so obvious. Sit down, go on a
- 7 retreat, take some of that money, go on a retreat and
- 8 come up with some innovative ways to help save and
- 9 cut costs and not always pass it on to the consumer.
- I thank you for your time, but I would
- join a couple other people who said next time let's
- 12 have it maybe on a Saturday morning at Belleville
- 13 West or East where people who work -- I have got to
- 14 try to get up and meet these ninth graders in the
- 15 morning. Thank you for your time, and I do hope you
- 16 will consider not raising the rates any more.
- 17 Thank you.
- 18 HEARING OFFICER BENSKO: Thank you, LeVerne.
- 19 Catherine Kreher. Catherine.
- 20 Donald Brown.
- MR. BROWN: Donald Brown, D-O-N-A-L-D
- 22 B-R-O-W-N. I have got a cold. Here can I give you

- 1 that? That's just a little paper I would like you to
- 2 hold on to.
- This is the power rate to climb up to
- 4 55 percent. That was a year and five months ago.
- 5 You can expect to read another one in the paper
- 6 probably in six months saying Ameren probably got --
- 7 let's say they probably got 140,000, and we are all
- 8 going to be sitting here saying, oh, man, did we do a
- 9 deal on them, saved a hundred million dollars. They
- 10 only got 140 million.
- I hope -- no, I am cynical. I hope
- 12 that this isn't a done deal like I think it is, you
- 13 know. You know, they ask for twice as much, they get
- 14 half; that's all they wanted anyway. And ICC goes
- 15 along with the program and we are done, and we think
- 16 we came out smelling like a rose. I don't think so.
- 17 By the way, in regards to when I came
- in and said that we couldn't hear out there, I
- 19 finally figured out this is Ameren and this is IC in
- 20 here, but it took quite awhile and a lot of people
- 21 left in between, so at least I figured that much out.
- 22 We had no visuals. We had no prep here like

- 1 everybody else did, so that was a bad move. And ICC,
- 2 I know that if that is how you are doing things in
- 3 here, I pray to God you are not doing it to us later
- 4 on, too, because we are in trouble if that's the way
- 5 it is going to be.
- 6 We need to do the WalMart strategy I
- 7 think, ICC. Maybe the idea would be when the seller
- 8 come in, the company, and they say we are going up
- 9 five percent this year, WalMart says, no, you are
- 10 not; you are going to go down five percent, and they
- 11 do or they are gone. We can't get rid of Ameren.
- 12 But you can stand up a little stronger, I think, and
- 13 say, no, you are not; you don't need it. Get your
- 14 people out there, get with the accountants, shut the
- doors and find out what the hell is going on.
- On the meeting, the other idea would
- 17 be the ICC, maybe you shouldn't be making these
- 18 decisions any more. Maybe we should change the law
- 19 so that we, the people, get the vote and put it on
- 20 the books for a referendum. I wonder which way it
- 21 would go. I wonder. But every time there would be a
- 22 rate increase, of course. That way the tens of

- 1 millions of dollars that are being given to the
- 2 lobbyists, going to our politicians, good men, a lot
- 3 of them, or to the ICC, instead, Ameren would take
- 4 that tens of millions and actually present it to us,
- 5 the people, and say, "Hey, we really need the money
- 6 because..." and then we can make up our minds whether
- 7 or not they should get that money. So maybe we need
- 8 a whole entire rethinking of this process that we are
- 9 doing and come up with a new solution for us.
- 10 That's all I am going to say for now.
- 11 Oh, and, excuse me, one more thing. People, and Bill
- 12 who is a Democrat, I know you are here somewhere,
- 13 AARP is still out there. You can send in any letter
- 14 you want to the ICC. It says the Illinois Commerce
- 15 Commission wants to hear you communicate on Ameren's
- 16 request for a \$240 million rate increase. Please
- 17 write. It helps. Do your petitions to Tom Holbrook.
- 18 He's got lists. All you have to do is call up and
- 19 say I want to sign this. It may not mean a lot. And
- 20 just like the people who are not here tonight except
- 21 for one, they are not going to listen to anything we
- 22 said out here. Somebody here is going to make a

- 1 little list with items on it that will say 50 people
- 2 said this, 20 people said that same item, and that's
- 3 it. They are not going to know what we really said
- 4 or what is going on because they are not here. I
- 5 doubt it is being taped. And they don't have the
- 6 time to listen to all of this anyway.
- 7 So this is just a process and I hope
- 8 and pray to God it ain't a done deal.
- 9 HEARING OFFICER BENSKO: Thank you, Ron.
- Jan Gedda.
- 11 Clara Cadell. I missed here? Which
- one? Jan, come on up. Come on down.
- 13 MS. GEDDA: Jan Gedda, J-A-N G-E-D-D-A, and
- 14 you are going to love me tonight because I am going
- 15 to be real quick.
- I feel as though there are many people
- 17 here tonight better qualified to speak than myself,
- 18 but I care. For years, 49 to be exact, I received
- 19 bills from Illinois Power. No problem. Maybe a time
- 20 or two that I needed to trim a bush around the meter.
- 21 And unless I missed my answer, due to my standing out
- 22 in the hall -- and I am so happy to have done so, due

- 1 to the interest shown, especially because of the
- 2 inclement weather, so many people are here. What is
- 3 our answer or our option to a monopoly? I don't
- 4 think we got one. Democracy, I love it. I would die
- 5 for it. I don't think we have an option. You are a
- 6 monopoly.
- 7 We are here tonight to show our
- 8 dissatisfaction with your company, with your service
- 9 and with the lies. And the bottom line is we don't
- 10 have a voice or a choice. You are in control. But
- 11 we were here.
- 12 HEARING OFFICER BENSKO: Thank you, Jan.
- 13 Clara. You can tip that mic down
- 14 there. There you go.
- MS. CADELL: Yes, my name is Clara Cadell.
- 16 That's C-L-A-R-A, last name is Cadell, C-A-D-E-L-L.
- 17 I am from Caseyville, Illinois. And this has been a
- 18 long day for me.
- 19 At 73 or 72, I am not quite 73, I
- 20 cannot afford to retire. And on Social Security I
- 21 get \$890 a month. I am sure none of you are trying
- 22 to live on that, are paying a \$200 utility, electric

- 1 bill. I said I hope that the ICC stops all of you
- 2 with this rate increase. The last one this past year
- 3 was devastating to a whole lot -- all of us senior
- 4 citizens that are living on fixed incomes.
- If this goes through, I will tell you
- 6 I will be one of the first ones to try to find how to
- 7 figure out to start a co-op and stop this.
- 8 Thank you.
- 9 HEARING OFFICER BENSKO: Thank you, Clara.
- 10 Ralph Musec.
- James Richter.
- 12 Helen Hawkins.
- 13 MS. HAWKINS: Yes, I am Helen Hawkins, Madison
- 14 County Board Member, District 16. Hawkins,
- 15 H-A-W-K-I-N-S.
- 16 I am a politician. I am 78 years old.
- 17 I struggled to get to the position I did starting in
- 18 1974, continuously running for the county board to
- 19 represent the seniors and my constituents. I have
- 20 put out form letters which I did in March at the cost
- 21 that I make from the county board. They run about a
- 22 thousand dollars every time I put out 3,000 of them.

- 1 I recently mailed out 4,000 form letters that tells
- 2 people -- it's a direction letter. And it is
- 3 working. It goes to the state legislators, to go to
- 4 Ameren and to you people. And I want to tell you
- 5 that where else in America can we come and the
- 6 Commerce Commission be here to hear us? I appreciate
- 7 that very much.
- I am an old timer. I got to the
- 9 county board the hard way with less than \$3,000,
- 10 sometimes \$200. And the reason why, I do not take
- 11 from corporations. I do not take from anyone. And I
- 12 do not care to hear the bad words about politicians.
- 13 There are some good ones. Our legislators have tried
- 14 to work with us, and maybe we are not happy with
- 15 everything, but where would we be without CUB,
- 16 without the Commerce Commission and Illinois Power
- 17 listening to us, and I hope that you listen.
- 18 I wanted -- tomorrow is Valentine's
- 19 Day. Now, this isn't much but it comes from the
- 20 heart of my constituents, and we hope that you have a
- 21 heart back and hear our plea.
- The letter is very simple that went to

- 1 the folks. I am calling this to your attention
- 2 regarding the high Ameren rate increase that is
- 3 planned to take place in October of 2008. I simply
- 4 cannot afford this increase. Not only will the
- 5 increase be very burdensome during the winter, I
- 6 cannot imagine the expense of using my air
- 7 conditioner when summer arrives. I am pleading for
- 8 your attention to this very important matter. That
- 9 comes from myself and the people that I represent.
- I do have the stockholders -- I am not
- 11 going to go into that. I don't appreciate Gary
- 12 Rainwater telling us what we need. I am not going to
- 13 go into that. I know the Commerce Commission
- 14 originally was set up to be our watch dogs, and I
- 15 hope I don't have to come back with a large petition
- 16 drive to have the Commerce Commission elected by the
- 17 people. Let's hope that this works. Because with my
- 18 age, I am going to have a hard time getting around
- 19 and I will have plenty of help, and somehow we will
- 20 be back if we are not heard.
- 21 Thank you.
- 22 HEARING OFFICER BENSKO: Thank you, Helen.

- Joe Swierczek, S-W-I-E-R-C-Z-E-K.
- 2 MR. SWIERCZEK: Good evening. Joe Swierczek,
- S-W-I-E-R-C-Z-E-K.
- I too am an elected official here in
- 5 St. Clair County, county board member representing
- 6 about half of the east end of Belleville. And I came
- 7 here kind of hoping to hear from the state level of
- 8 what they can do for us and for the people here. And
- 9 it's amazing to see the turnout here this evening,
- 10 more than I was expecting, and the great turnout of
- 11 speakers. That was amazing.
- 12 I would like to see it published the
- 13 amount of money that Ameren has donated to the
- 14 politicians, the amounts, see that published and
- 15 maybe people can take a visual of that come election
- 16 day.
- 17 And it's been talked about conscience
- 18 and shame. And obviously I think you treat everybody
- 19 pretty well equal. I have seen the seniors, seen the
- 20 military, seen the churches, everybody has got the
- 21 same take on you. And the bottom line is it's wrong.
- Thank you very much.

- 1 HEARING OFFICER BENSKO: Thank you, Joe.
- 2 MR. SWIERCZEK: Excuse me, one last thing, I am
- 3 not taking a nickle from the power company and from
- 4 anybody else in this room.
- 5 HEARING OFFICER BENSKO: Thank you, Joe.
- Jim Setzer.
- 7 Georgia McCready.
- Joseph Reed. Mr. Reed?
- 9 MR. REED: Yes.
- 10 HEARING OFFICER BENSKO: Is that correct?
- 11 Okay.
- 12 MR. REED: I am Joseph Reed, J-O-S-E-P-H,
- 13 R-E-E-D. I live in Caseyville.
- 14 They said before that it was going to
- 15 be a 55 percent increase last year. Fifty-five
- 16 percent is less than half. My bill didn't just go up
- 17 a half; it more than doubled. Then we get this
- 18 rebate thing. What they are not telling you is that
- 19 the relief thing, it is just temporary. They didn't
- 20 roll their rates back. Those rate increases are
- 21 still there from the last time. They didn't roll
- 22 nothing back. They just gave a little bit of it

- 1 back, but they are still charging you those rates.
- 2 Then they want to raise them again.
- 3 It is ridiculous. They don't cut down the trees or
- 4 trim the trees back off the power lines. They say
- 5 they do, but they don't. You go driving up and down
- 6 Hollywood Heights, all the streets down along there,
- 7 and the trees are growing up all over the power lines
- 8 and the power poles. And that's why we have power
- 9 outages up there all the time, because they won't do
- 10 their job. Even though they say they do, they don't.
- 11 They are just a bunch of liars and we all know this.
- 12 It is ridiculous. And now they want
- 13 to say they need more. It is insane. What we need
- 14 to do is not give them this one but to roll back the
- 15 other one that they didn't need because they already
- 16 made more money than they need. I mean, when is
- 17 enough enough? How much do you have to make?
- 18 Really, I mean, I live on less than \$50,000 a year.
- 19 Do any of you? I seriously doubt it. You are
- 20 nothing but a bunch of liars who want to steal more
- 21 from us.
- What I think ought to be done is let's

- just take the power company away from you all
- 2 completely. Let the government run it as a
- 3 non-profit organization where all they do is charge
- 4 what it costs to run. That's what I think.
- 5 HEARING OFFICER BENSKO: Thank you, Joe.
- Mr. Muhammad.
- 7 MR. MUHAMMAD: I would like to just first state
- 8 that --
- 9 HEARING OFFICER BENSKO: Sorry to interrupt.
- 10 Would you spell your name for the court reporter?
- MR. MUHAMMAD: It is Dawud Muhammad. Dawud is
- 12 D-A-W-U-D, Muhammad is spelled M-U-H-A-M-M-A-D.
- 13 I would like to first say that it
- 14 seems like it is very apparent that this situation is
- 15 more larger than what we anticipated. You can see
- 16 that it is more widespread. It is not just something
- 17 that is an isolated case. It is something that is
- 18 extremely noticeable.
- 19 But what I would like to do is just
- 20 kind of highlight something real quick. I have spoke
- 21 before at these hearings on both sides of the water,
- 22 Illinois as well. I spoke before the state capital.

- 1 And as I spoke, I spoke to the lobbyists as well to
- 2 tried to send messages through the lobbyists to get
- 3 them to look at Ameren as well as ComEd, to take into
- 4 account about putting some mandates upon yourselves.
- 5 I am talking about looking at some things, and I will
- 6 go into really quickly about what those details are.
- 7 But what's happened is that I also
- 8 filed before the ICC. I own a company which is a
- 9 solar energy company. As a matter of fact, I am CEO
- 10 of Dos Divisions Technologies and Janus Solar Network
- 11 and Associates. And I recently completed a project
- 12 that was in July, and I called and contacted Ameren,
- 13 and it is on record through the computer systems as
- 14 well, so you should have an account number to this.
- 15 And I asked that for my client they wanted to get --
- 16 be hooked up to the energy grid. They were not
- 17 able -- there was nobody -- and even when they had a
- 18 publication that stated that, you know, they had a
- 19 renewable energy department, it did not exist. There
- 20 was nobody. As a matter of fact, it took 30 days
- 21 before I could hear any response, only after I got
- the communication from another department that Ameren

- 1 spoke about anything.
- I have noticed that they also had --
- 3 they have information out there on the booths right
- 4 now for people that is very nice, very close-up
- 5 customer service, which sounds the opposite of what
- 6 they are actually experiencing here. But what the
- 7 problem is, is the information that the ICC, I
- 8 believe, also from the Senate and the House, passed a
- 9 new net metering law. That information should have
- 10 been readily available to every person here the
- 11 minute that they came through the door so they would
- 12 know what that metering law meant.
- 13 And also what I was trying to push,
- 14 and I mentioned that, that in order for us to create
- 15 competition in the marketplace because Ameren needs
- 16 help obviously, we can see that, there are other
- 17 forces that are moving against Ameren that it could
- 18 end up in a class action suit. We are looking at the
- 19 fact that the Anti -- if you look back at the
- 20 Anti-Sherman Act in regards to the 1917 with
- 21 Rockefeller, what happens was that under the
- 22 Anti-Sherman Act that really, if you think about it,

- 1 he had 90 percent of control. But what it was is
- 2 that the apparatus at the time for light was kerosene
- 3 lamps. If you think about what I am saying here,
- 4 there is a little bit of a paradox here.
- 5 When I say that they at that time the
- 6 lights that were provided was through the kerosene,
- 7 Rockefeller owned it 90 percent. But because of the
- 8 Supreme Court, it came back and they created the
- 9 antitrust laws against these issues.
- 10 We have something here to be concerned
- 11 with. And what I wanted to say is on top of this
- 12 issue, that Ameren has to be concerned with their own
- insurance companies being -- and I don't know, I just
- 14 recently heard that the Supreme Court just passed a
- 15 law that stated that in essence the utility -- well,
- 16 shareholders cannot be held sued even if things were
- 17 being misrepresented. That was the same thing that
- 18 they were talking about the foreclosures. But yet at
- 19 the same time I am talking about even if they were
- 20 talking about the stocks to the investors, that if
- 21 they misrepresented their stocks or their shares,
- that they could not be held liable.

- But I am saying to you that what's
- 2 happening is Ameren is opening itself up for a very
- 3 serious major lawsuit. Let me explain how it could
- 4 happen.
- If by chance, and I think that's
- 6 what's happening is just that the ICC is doing a hard
- 7 job of balancing out between what the utility company
- 8 needs and what the people need. So what's happening
- 9 here is that if we have a major loss of life that's
- 10 due to what you are hearing right now, people are
- 11 freezing in their homes and if we have more and more
- 12 people -- now, the hospitals may not physically look
- 13 at that. They might look at the contributing cause
- 14 of the death by means of some other reason, but it
- 15 could actually be based upon how -- the environment
- in which these people are living.
- 17 The human being is a very resilient
- 18 human being. We are very resilient. But what you
- 19 have to look at is that even with all the resiliency
- 20 that you have, when you have these type of unknown
- 21 variables when you are looking at people who do all
- 22 the right things, they put the storm doors on their

- 1 windows, they insulate their homes, they do
- 2 everything, but all of that has been negated.
- It is being negated because of the
- 4 fact that you are constantly seeing annual increases
- of 20 percent increases. At this point to the ICC
- 6 and St. Louis Boeing Aircraft Company and Busch,
- 7 Anheiser Busch, last year made a statement that they
- 8 cannot afford the rate increases. And I am just
- 9 showing you that maybe we might have to have some
- 10 clashes between big corporations and big
- 11 corporations, because they won't listen to the
- 12 people.
- 13 And so the thing is that on top of
- 14 that not only are we looking at the rate increases
- 15 affecting and driving out businesses, it has a
- 16 serious economic impact.
- 17 I think that Ameren needs help. And
- 18 what I am saying is that they need our consulting
- 19 firms to come in. What we have is a centralized
- 20 energy delivery system. What that means is we have
- 21 one power plant that is feeding millions of people.
- 22 That is the quality why people are saying this is

- 1 contributing to a regulated monopoly. What we need
- 2 now is to -- we have to be able to come up with a way
- 3 to create a decentralized form of an energy delivery
- 4 system by setting up -- and just in case of natural
- 5 disasters like, for example, people talk about the
- 6 trees and everything else, but what is not being
- 7 talked about is that these -- the transformers and
- 8 all these switches are over a hundred years old
- 9 throughout the whole entire grid. Those grids are
- 10 18th century technology.
- If we can see right now within this
- 12 last -- within ten years alone, already you can look
- 13 at wire, you can look at -- what do you call these
- 14 towers, for example, the wireless towers, they are
- 15 moving away. They are going to be disappearing
- 16 pretty soon. Because now everything is moving toward
- 17 wireless. If you understand what I am trying to say,
- 18 I am talk about the transmission lines. Everything
- 19 that you can think of, telephones even to computers,
- 20 now they have got a computer as thin as this.
- 21 But yet we keep constantly -- what the
- 22 ICC is doing is keep going back to them to come up

- 1 with a solution to a problem that they can't do.
- 2 Their technology is antiquated. It is 18th century.
- 3 It is something that started back in the time it was
- 4 great, it was good, it served a purpose up to the
- 5 20th century, but it is no longer any good. We have
- 6 to begin to decentralize. What I am saying to you is
- 7 in order for us to even talk about creating
- 8 competition -- and I am not saying to get rid of the
- 9 existing system, but there is some fundamental
- 10 problems existing behind them.
- 11 One is I want to ask and have on
- 12 record, and I need an answer to this, is that already
- in the southwest they are saying that the atomic
- 14 nuclear power plants are due to be shut down because
- of the water shortage and we are experiencing severe
- 16 droughts right now, as we speak. They have already
- 17 targeted 17 power additional power plants that are
- 18 going to be impacted. Right now you are looking at
- 19 coal and -- not coal, we are looking at natural gas.
- 20 And I don't know how much of your percentage that you
- 21 are purchasing is from coal. I thought I read some
- 22 material on that. But what I am going to say is that

- 1 if we continue to have a water shortage and now if
- 2 you just go with natural gas if they have a war in
- 3 Iran, what kind of -- how do you report on finding
- 4 out what that would mean on the supply and demand
- 5 side to the people.
- 6 And then when you talk about your
- 7 liability, your electrical liability standards to
- 8 upgrading the system, in that report, right after we
- 9 had that major storm, we had those over 2 million
- 10 people, due to the heat, to the heat, that it was
- 11 popping these transformers. The thing is that what I
- 12 need to know is if -- in your reports you stated
- 13 Ameren stated that it would take \$100,000 per one
- 14 mile to replace the existing transmission line as it
- 15 exists in order to protect it from the weather, and
- 16 we know the climate change is real. We just heard
- 17 about 65 people that died down there in Tennessee and
- 18 stuff.
- Now, the thing is, is that you say if
- 20 we are going to be able to protect the existing 18th
- 21 century technology from the weather, we need to bury
- 22 it beneath the ground. But now in your report it

- 1 says it would take one million dollars per mile to be
- 2 able to bury the cables under the ground. We talked
- 3 about covering one million miles -- or a hundred
- 4 thousand dollars per mile covering over 97,000 square
- 5 miles, it is not economically feasible. It doesn't
- 6 even make sense.
- 7 So the thing is that what's going to
- 8 happen -- I will tell you something else that is
- 9 going to happen, Ameren, as I was talking to them in
- 10 30 days --
- 11 HEARING OFFICER BENSKO: We are going to have
- 12 to wrap this up.
- 13 MR. MUHAMMAD: Okay, I will make it fast. I
- 14 will make it real fast.
- What happens is that I was looking
- 16 forward to the utility company to come back. They
- 17 came through and I was able to finally talk to
- 18 someone after -- within 30 days, after 30 days. I
- 19 feel that what has happened is how many other people
- 20 have made a call to here and might have gotten an
- 21 interest in trying to introduce new technology. To
- 22 me that is something to be thought on.

- 1 And I think the ICC -- I am paying
- 2 money out of my pocket right now to deal with your
- 3 rebate programs that they have. Out of my office I
- 4 am paying monthly and just so that I can advertise
- 5 that what's happened with the net metering law that's
- 6 going to go into effect April 1 and also trying to
- 7 warn the people, let them known that April 30 that
- 8 the money from the rebate program, the \$10,000 to
- 9 help put the solar in, will be ending the end of
- 10 April. So you have got the utility -- the net
- 11 metering law going into effect April 1 and then you
- 12 have the rebate program going to end at the end of
- 13 the 30th. So that means that -- you say what I am
- 14 saying? I need a response on that.
- But I am saying to you that you could
- 16 be looking at a class action suit down the road, and
- 17 it will come fast and unexpected. And I know that
- 18 you are smart lawyers, but I think this is a
- 19 situation that could come at you.
- 20 You mentioned one last thing, and this
- 21 is it. There was one more last thing that was
- 22 mentioned to me about Ameren was considering coming

- 1 up with their own rebate program for renewable
- 2 energy. If you want to create a better public image
- 3 or a positive image, why don't you take some of the
- 4 moneys that you have and maybe look at that or maybe
- 5 look at the process of helping finance at a low
- 6 interest loan for those to be an incentive to create
- 7 energy centralization. It will also serve as a
- 8 benefit to you, because if you can see independent
- 9 pockets of different -- if you see maybe so many
- 10 houses here got solar, so being able to provide
- 11 power, so when you have a problem which you can't
- 12 already from your manpower hours to accommodate what
- 13 the natural disaster can, you can have independent
- 14 pockets with solar.
- 15 Because a lot of these municipalities
- 16 are not prepared. As a matter of fact they are not
- 17 --
- 18 AUDIENCE: How is this related to the rate
- increase with the ICC?
- 20 MR. MUHAMMAD: Oh, okay. Thank you very much.
- 21 I just mentioned it because ICC, I am just telling
- them, I filed a complaint about what they didn't do,

1	okay.
2	HEARING OFFICER BENSKO: Thank you very much.
3	Thank you very much.
4	All right. That was the last person
5	to sign up to speak. So I am going to excuse the
6	court reporter and then we will go into a question
7	and answer period.
8	(Whereupon the public forum in
9	this matter was continued until
10	February 19, 2008, at 7:00 p.m.
11	in Peoria, Illinois.)
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